

# **METHOD AND APPARATUS FOR TARGETING OF INTERACTIVE VIRTUAL OBJECTS**

This application is a continuation-in-part of U.S. Application Serial Number 09/597,893, filed June 19, 2000, entitled METHODS AND APPARATUS FOR TARGETING VIRTUAL OBJECTS, which is a continuation-in-part of U.S. Application Serial Number 09/054,419, filed April 3, 1998, entitled TARGETED ADVERTISEMENT USING TELEVISION DELIVERY SYSTEMS, which is a continuation-in-part of U.S. Application Serial Number 08/735,549, filed October 23, 1996, entitled METHOD AND APPARATUS FOR TARGETED ADVERTISING, which is a continuation of U.S. Application Serial Number 08/160,280, filed December 2, 1993, entitled NETWORK CONTROLLER FOR CABLE TELEVISION DELIVERY SYSTEM, now U.S. Patent Number 5,600,364, which was a continuation-in-part of U.S. Application Serial Number 07/991,074, filed December 9, 1992, entitled REMOTE CONTROL FOR MENU DRIVEN SUBSCRIBER ACCESS TO TELEVISION PROGRAMMING.

## Technical Field

The technical field relates to a method and apparatus for providing interactive virtual objects that are targeted to subscribers. The method and apparatus specifically relate to monitoring, controlling and managing a content delivery network including an operations center, a local insertion center, or a subscriber's local terminal for the delivery of interactive virtual objects and the management of the respective responses to interactive requests.

## Background

Television as an advertising medium has undergone significant advances since its inception in 1939. Modern advances in digital technology now allow viewers to be very selective in choosing programs to watch. Other advances in digital technology have led to such programming enhancements as a “tail” on a hockey puck, or an overlaid first down marker on a football field. The same technological advances allow improvements in the way advertisements are currently presented. Many sporting events are now presented with virtual object advertisements included in the video. For example, the broadcast of a major league baseball game may include one or more virtual object spots in which an advertisement is displayed. The advertisements are then seen by television viewers, but not by fans who attend the game. However, the advertisements are fixed, and are not varied according to individual viewers.

1      **Summary**

2            A system and a method delivers interactive targeted virtual objects to reception sites. A  
3        virtual object is a realistic, synthetic replica of an actual object. The virtual object is viewable  
4        within video programming and may be combined with original video and audio to supplement or  
5        replace portions of the original video and audio content. Virtual objects may be overlaid on  
6        video, partially or entirely obscuring the underlying video. An overlaid object may be static in  
7        nature, such as a graphical icon or the like, or alternatively may be dynamic, such as a video clip,  
8        animation, or scrolling alphanumeric characters, for example. Overlaid objects may be limited  
9        spatially to a fixed portion of the video screen, limited temporally to a given time for display,  
10       limited by a combination of both location and time, or tied to a spatially changing portion of the  
11       screen that is moving with time. Alternatively, virtual objects may be added to and embedded  
12       within the actual video. Multiple virtual objects may be embedded in the video in a multi-layer  
13       fashion. The virtual object is indistinguishable from the other video content sharing the field of  
14       view. Virtual objects may be interactive in nature. That is, a viewer may select an object and  
15       the selection will initiate a process whereby a reception site takes some action based on the  
16       interactive virtual object or the reception site sends a command to a location designated by the  
17       interactive virtual object to initiate some action.

18           An interactive virtual object management center defines interactive objects, and provides  
19        the interactive objects to the operations center for delivery, and the interactive virtual objects  
20        response management guidelines to an interactive object servicing center. An operations center  
21       may process the video signal to allow for the insertion of virtual objects into the video. An  
22       object delivery center serves as a standalone or supplemental system to the operations center to  
23       deliver virtual objects independently of the video with which the virtual objects are to be  
24       associated. A delivery network includes any of a number of different delivery systems to  
25       support the delivery of video and virtual objects from the operations center and the object  
26       delivery center to a local insertion center, or directly to a reception site. The delivery network is  
27       also used to deliver video and virtual objects from the local insertion center to the reception site.  
28       The reception site receives the video and virtual objects and associates the appropriate virtual  
29       objects with the video based on targeting algorithms.

1        The reception site collects virtual object viewing information and makes the viewing  
2    information available to a local data collection center or a central data collection center using the  
3    delivery network. The local data collection center provides information collected from the  
4    reception site to the local insertion center to assist in the targeting of the virtual objects. The  
5    central data collection center provides information collected from the reception site to the  
6    operations center to assist in the targeting of virtual objects. Alternatively, the reception site may  
7    use the virtual object viewing information and other information stored at the reception site to  
8    locally target the virtual objects at the reception site. The reception site may provide interactive  
9    requests, which are driven by the selection of interactive virtual objects, to an interactive object  
10   servicing center using the delivery network. Interactive responses are returned by the interactive  
11   object servicing center to the requesting reception site based on the interactive virtual object  
12   response guidelines provided to the interactive object servicing center by the interactive virtual  
13   object management center.

14       A targeting routine makes use of a viewer's demographic information and viewing habits  
15   to determine those virtual objects that may be most effective when displayed to that particular  
16   viewer. In so doing, the targeting routine generates packages of virtual objects targeted to each  
17   viewer, or to groups of viewers.

18       The process of managing the content and the virtual objects to be included in the content  
19   begins with a number of configuration and set-up steps. Individual reception site address  
20   information can be collected at the operations center. This information is used to uniquely  
21   identify each reception site and to associate with that identifier necessary information to aid in  
22   the targeting process. The reception site address information may be provided to the operations  
23   center upon installation or activation of the reception site in the viewer's home. Other  
24   information may be collected from various sources, including viewer surveys and marketing  
25   databases correlated by address, zip code+4, Nielsen or Arbitron program rating services, for  
26   example.

27       Next, reception site groups are determined. This is needed if the management of  
28   information and targeting to individual reception sites is not practical initially, either due to lack  
29   of availability of information to the appropriate level of detail, or lack of technology to control  
30   and deliver virtual objects to an individual reception site. For a number of target categories,

1 groups are defined. Examples of target categories include demographic targeting  
2 (age/sex/income) and location, such as Area of Dominant Influence (ADI), for example. Each  
3 target category is then segmented into appropriate groups. For example, the ADI may include  
4 Los Angeles, CA and Washington D.C. New target categories can be added and the groups  
5 redefined after their initial establishment. Anywhere from one to all reception sites may be  
6 assigned to a single group.

7 For each target category, each reception site is assigned to a group based on the  
8 information collected about the reception site. Once the reception site is assigned to a group, the  
9 group assignment is conveyed to the reception site and stored therein. Alternatively, the  
10 reception site may use information collected locally to assign the reception site to groups.

11 The group assignment information that is stored at the reception site is able to survive  
12 power cycling of the reception site, and other normal service interruptions. Finally, as groups  
13 are modified or group assignments change, reception sites are notified of the changes.  
14 Additionally, the group assignment information may be periodically resent to the reception sites  
15 to ensure that newly added reception sites and those that have accidentally lost their information  
16 are up-to-date.

17 A virtual object location definer system determines where in the content the virtual  
18 objects are to be placed and the rules associated with their placement. Content may be video  
19 programming, commercials and advertisements, or electronic program guide (EPG) information,  
20 for example. A virtual object selector system determines those available virtual objects suitable  
21 for placement in a virtual object location. A targeted virtual object management system  
22 determines which reception sites or reception site groups should receive and display which  
23 virtual object for a given virtual object location. The virtual objects and targeting information  
24 are then distributed to reception sites.

25 After reception sites receive and store the virtual objects and targeting information, the  
26 reception site will place the most appropriate virtual object into virtual object locations based on  
27 the targeting information, and will display the combined content with the overlaid or embedded  
28 virtual object.

29 The reception site stores information indicating that a virtual object was inserted. The  
30 accumulated history information may be collected from the reception site at a later time for

1 review purposes. The unique reception site identification information may also be provided with  
2 the collected data. As mechanisms become available to identify specific viewers in a household,  
3 the system will allow for individual identification information to also be provided with collected  
4 data. Finally, after collection of the reception site viewing history data, the reception site returns  
5 used reception site memory space to the reception site.

6 A centralized operations center can determine virtual object locations available for virtual  
7 object placement. Alternatively, a local insertion center can determine the virtual object  
8 locations. The operations center can determine the specific virtual objects to be placed in a  
9 virtual object location. Alternatively, the local insertion center may determine the specific  
10 virtual object to be placed in a virtual object location. The reception site itself can determine  
11 which virtual object is to be placed in a virtual object location based on its own internal routines.

12 Content, virtual objects, and associated targeting/virtual object placement control can be  
13 relayed to reception sites and information extracted from the reception site. The reception site  
14 may reside within a digital cable set top box that has access to a delivery network. Alternately,  
15 the reception site may be components of digital television satellite receivers. The reception site  
16 may be incorporated into the circuitry of a television, thereby eliminating the need for a separate  
17 control device attached to the television. Alternatively, the reception site may be incorporated  
18 into a personal computer, personal data device, smart phone with a display, or electronic book  
19 device

20 **Description Of The Drawings**

21 The detailed description will refer to the following drawings in which like numerals refer  
22 to like items, and in which:

23 Figure 1 is an overview of the virtual object targeting delivery system;  
24 Figure 2 provides a pictorial representation of virtual objects and virtual object locations;  
25 Figure 3 is an example of an overlaid virtual object;  
26 Figure 4 is an example of an embedded virtual object;  
27 Figure 5 depicts an operations center;  
28 Figure 6 depicts a virtual object definer;  
29 Figure 7 is a pictorial representation of a virtual object location matte;  
30 Figure 8 depicts a virtual object selector;

1       Figure 9 depicts a targeted virtual object management system;  
2       Figure 10 shows configuration and set-up steps associated with targeting virtual objects;  
3       Figure 11 shows a subscriber information database system;  
4       Figure 12 shows a configuration set-up system;  
5       Figure 13 shows a virtual object targeting system;  
6       Figure 14 presents an embodiment of the overall process for assigning targeted virtual  
7       objects;

8       Figure 15 presents an embodiment of a process used by the virtual object placement  
9       engine to assign virtual objects to virtual object locations;

10      Figure 16 presents an alternate embodiment used by the virtual object placement engine  
11      to assign virtual objects to virtual object locations;

12      Figure 17 presents yet another embodiment used by the virtual object placement engine  
13      to assign virtual objects to virtual object locations;

14      Figure 18 shows functions of an alternate virtual object targeting routine;

15      Figure 19 shows an embodiment of a matrices processing subroutine that is called by the  
16      virtual objects targeting sequence;

17      Figure 20 shows a subroutine used to select the final groupings of virtual objects to be  
18      sent to the reception sites or group of reception sites;

19      Figure 21 shows a representation of reception site groupings;

20      Figure 22 shows an example of a division of available bandwidth;

21      Figure 23 shows an alternative software program flow for an object targeting routine;

22      Figure 24 depicts an object delivery center;

23      Figure 25 presents embodiments associated with the delivery of virtual objects over a  
24      coaxial or fiber cable system to a reception site;

25      Figure 26 presents embodiments associated with the delivery of virtual objects over a  
26      wireless broadcast system to a reception site;

27      Figure 27 presents embodiments associated with the delivery of virtual objects over a  
28      satellite broadcast system to a reception site;

29      Figure 28 presents embodiments associated with the delivery of virtual objects over a  
30      wired data network to a reception site;

1       Figure 29 presents embodiments associated with the delivery of virtual objects using the  
2       public switched telephony network (PSTN) to a reception site;

3       Figure 30 presents embodiments associated with the delivery of virtual objects using  
4       wireless personal communications system (PCS) to a reception site;

5       Figure 31 depicts several embodiments associated with the delivery of virtual objects  
6       using a national or local television broadcaster's signal;

7       Figure 32 depicts a local insertion center;

8       Figure 33 depicts an example of a reception site;

9       Figure 34 depicts a local data collection center;

10      Figure 35 depicts a central data collection center;

11      Figure 36 depicts an embodiment of the process performed by the interactive object  
12     process upon receipt of a trigger;

13      Figure 37 presents an interactive object example;

14      Figure 38 depicts an interactive virtual object management center;

15      Figure 39 depicts an interactive object servicing center; and

16      Figure 40 presents processing performed by an interactive object servicing center.

17      **Detailed Description**

18      An overview of the interactive virtual object delivery and targeting system is depicted in  
19     Figure 1. An operations center 10 performs the processing of a video content signal to allow for  
20     the insertion of virtual objects into the content 36. An object delivery center 15 serves as a  
21     standalone or supplemental system to the operations center 10 to deliver virtual objects  
22     independent of the content with which the virtual objects are to be associated. A delivery  
23     network 11 includes any of a number of different delivery systems to support the delivery of the  
24     content 36 and virtual objects from the operations center 10 and the object delivery center 15 to a  
25     local insertion center 20 or directly to a reception site 30. A delivery network 12 is used to  
26     deliver content and virtual objects from a local insertion center 20 to the reception site 30. The  
27     reception site 30 may be any device or terminal capable of receiving video, including a set top  
28     terminal, a television, a personal computer, a wireless telephone, a wired telephone, a PDA  
29     device, an electronic book, a digital satellite television receiver, or any similar device or  
30     terminal.

1        The reception site 30 receives the content 36 and virtual objects and associates the  
2        appropriate virtual objects with the content 36 based on targeting algorithms. The reception site  
3        30 may collect virtual object viewing information and make the viewing information available to  
4        a local data collection center 40 or a central data collection center 50 using a delivery network  
5        13. Alternatively, the reception site 30 may retain all virtual object viewing information and use  
6        the information to target virtual objects locally without control from the operations center 10.  
7        The local data collection center 40 provides information collected from the reception site 30 to  
8        the local insertion center 20 to assist in the targeting of virtual objects. The central data  
9        collection center 50 provides information collected from the reception site 30 to the operations  
10       center 10 to assist in the targeting of virtual objects. The interactive virtual object management  
11       center 55 provides for the creation and definition of interactive virtual objects. An interactive  
12       virtual object, discussed in more detail below, contains virtual object identifying information, the  
13       actual virtual object, an interactive virtual object trigger action 56, and virtual object response  
14       management guidelines 57. An interactive virtual object trigger action 56 defines those actions  
15       which the reception site 30 takes once an interactive virtual object is selected at the reception  
16       site. An interactive virtual object response management guideline 57 may be provided to the  
17       interactive object servicing center 60 by the interactive virtual object management center 55 and  
18       used by the interactive object servicing center 60 to determine the appropriate response upon  
19       receipt of an interactive request from a reception site 30. The reception site 30 provides  
20       interactive requests, which are driven by the selection of interactive virtual objects, to an  
21       interactive object servicing center 60 using a delivery network 14. Interactive responses are  
22       returned by the interactive object servicing center 60 to the requesting reception site 30.

23        Virtual objects may be realistic, synthetic replicas of actual objects. Virtual objects may  
24        also be caricatures of actual individuals, photographs or other life-like renderings of actual  
25        individuals, cartoon figures, text objects, graphical renderings, or icons, for example. The virtual  
26        objects may be animated or fixed. The virtual objects are combined with video and audio to  
27        supplement or replace portions of video and audio in original content 36. As shown in Figure 2,  
28        the reception site 30 may contain or be connected to a display 35 on which the content 36 may be  
29        displayed. An opportunity, advertisement spot, or location, in the content 36 that is available for  
30        the placement of the virtual object will be denoted as a virtual object location 37 henceforward.

1 Within the virtual object location 37, one or more individual virtual objects may be assigned,  
2 each denoted as a virtual object 38 henceforward. Multiple virtual object locations, shown as  
3 virtual object locations 37 and 39 may be present in the content 36. Multiple virtual objects,  
4 shown as virtual objects 38 and 40 may be present within the virtual object locations.

5 As shown in Figure 3, virtual objects may be overlaid on video, partially or entirely  
6 obscuring the underlying video. An overlaid virtual object may be static in nature, like a  
7 graphical icon, as shown by virtual object 42. Alternatively the overlaid virtual object may be  
8 dynamic, like a video clip, animation, or scrolling alphanumeric characters as shown by virtual  
9 object 44. Overlaid virtual objects may be limited spatially to a fixed portion of the video,  
10 limited temporally to a given time for display, or limited by a combination of both location and  
11 time. Overlaid virtual objects may also be tied to a spatially changing portion of the video that is  
12 moving with time.

13 Alternatively, as shown in Figure 4, virtual objects may be added to and embedded  
14 within video. In this alternative, the synthetic virtual object 38 could be indistinguishable from  
15 the other video content 36 sharing the field of view as shown by virtual object 46 and virtual  
16 object 48. For instance, today's technology allows for the virtual placement of a billboard at  
17 televised sports events and the placement of a virtual first down marker in televised football  
18 games.

19 In an embodiment, virtual reality and animation technologies are combined with  
20 advanced digital video techniques to provide realistic interaction of virtual objects within video.  
21 Combining these technologies, a soda can may be synthetically placed in the video, and may  
22 then be made to change over time. This placement and subsequent modification can occur at the  
23 video's source, at an intermediate point within the distribution and delivery path, or at the  
24 reception site 30. Combining the placement of virtual objects with the ability to target specific  
25 virtual objects to specific viewers or groups of viewers allows one household to see a scene with  
26 the soda can for cola, while the next door neighbor sees a root beer soda can, for example.

27 Virtual objects may be interactive in nature, where a viewer can select a virtual object 35  
28 and this selection will initiate a process whereby the reception site 30 initiates some action or the  
29 reception site 30 sends a command to the location designated by the interactive virtual object 38  
30 to initiate some action. Actions may include linking to a Web site to display content related to

1 the interactive virtual object 38, initiating a purchase transaction, or initiating a request for more  
2 information about the selected virtual object 38.

3 The operations center 10 shown in Figure 1 may include a number of systems that act  
4 together in processing the content 36 for the inclusion of virtual objects, for the selection of  
5 appropriate virtual objects to be placed in the content 36, for the targeting of virtual objects to  
6 individual reception sites, and for the packaging and delivery of the content 36 and virtual  
7 objects to reception sites.

8 Placement of virtual objects can be explicitly selected by the operations center 10,  
9 resulting in the specific selection and placement of virtual objects into content 36. Alternatively,  
10 the placement may be generically defined by the operations center 10. In this alternative, the  
11 reception site 30 performs all the processing associated with selecting the appropriate virtual  
12 object 38 to be placed in the content 36 based on basic guidelines provided by the operations  
13 center 10 and algorithms operating at the reception site 30.

14 As shown in Figure 5, the operations center 10 includes a virtual object location definer  
15 100, a virtual object selector 200, and a targeted virtual object management system (TVOMS)  
16 300.

17 Figure 6 presents the virtual object location definer 100. A video capture processor 110  
18 processes video and audio content 36 on a frame by frame basis, converting the original content  
19 36 into a corresponding digitized representation. The processed content 36' is then stored in  
20 content buffer 120 for future access. A pre-viewer subsystem 130 allows for the viewing of a  
21 video frame of the processed content 36'. Frame N 141, for example, (shown in Figure 7)  
22 associated with the processed content 36', may be retrieved from the content buffer 120, viewed,  
23 and passed to a location selector processor 140. The location selector processor 140 allows for  
24 the selection of where in the frame N 141 the virtual object 38 may be placed. When the frame  
25 N 141 is retrieved by the location selector processor 140, either a static area may be selected, or  
26 alternatively, a dynamic area, which is tied to an area within the frame of the processed content  
27 36', may be selected. An overlay matte 16 (see Figure 7) may be used in the virtual object  
28 insertion process to identify where and how a virtual object location 37 is to be placed in the  
29 processed content 36'.

1        Techniques for pattern recognition used by the location selector processor 140 to  
2        facilitate the creation of the matte 16 and the identification of the pixels within the frame that the  
3        matte 16 is to be associated with for that frame are described in detail in US Patent 5,808,695, to  
4        Rosser, Roy J.; Das, Subhodev; and Tan, Yi; entitled Method of Tracking Scene Motion for Live  
5        Video Insertion; US Patent 5,903,317, to Sharir, Avi; and Tamir, Michael; entitled Apparatus  
6        and method for Detecting, Identifying, and Incorporating Advertisements in a Video; US Patent  
7        5,524,065, to Yagasaki, Toshiaki; entitled Method and Apparatus for Pattern Recognition; US  
8        Patent 5,627,915, to Rosser, Roy J.; Das, Subhodev; and Tan, Yi; von Kaenel, Peter; entitled  
9        Pattern Recognition System Employing Unlike Templates to Detect Objects Having Distinctive  
10      Features in a Video Field; and US Patent 4,817,171, to Stentiford, Frederick; entitled Pattern  
11      Recognition System, the disclosures of which are hereby incorporated by reference.

12        When the area is selected by the location selector processor 140 and the overlay matte 16  
13      for the initial video frame N 141 is created, a video object marker processor 160 creates the  
14      transparent overlay matte 16 that is associated with the selected area for subsequent frames, for  
15      example frame N+1 142 and frame N+2 143 of the processed content 36', for the duration of  
16      frames designated, as shown in Figure 7. This selected area defines the virtual object location  
17      37. Pattern recognition technology may then be applied to each subsequent frame of the  
18      processed content 36' in the video object marker processor 160, creating a sequence of mattes to  
19      be applied to each frame of the processed content 36', moving and transforming as needed to  
20      match the temporal movement and transformations of the virtual object location 37 within the  
21      processed content 36' to which the virtual object 38 is to be tied. The pattern recognition  
22      technology handles transitions, cutaways, and cutbacks within the processed content 36', and any  
23      visual blocking or occlusions that may occur as other objects within the processed content 36'  
24      appear in front of the dynamic area selected for virtual object location 37.

25        Simultaneously with the selection of the virtual object location 37 and the creation of the  
26      mattes, a virtual object rules processor 170 allows for the entry of rules that govern the types of  
27      virtual objects and other relevant placement guidelines associated with the virtual object location  
28      37. These rules allow for the selection of characteristics such as the duration of the virtual  
29      object location 37, and viewing overlay characteristics such as transparency of the overlay  
30      virtual object, and whether the virtual object location 37 is suitable for an interactive virtual

1 object. The operations center 10 processes the stored, non-realtime processed content 36' and the  
2 real-time (live) processed content 36'. For real-time processed content 36' the content buffer 120  
3 serves as a short buffer, and predefined rules are pre-loaded into the virtual object rules  
4 processor 170. Additionally, the video object marker processor 160 is pre-loaded with the  
5 directions as to which locations within the processed content 36' are to be treated as virtual  
6 object locations. The video object marker processor 160 then automatically searches the  
7 real-time processed content 36' using pattern recognition technologies presented above, or other  
8 technologies, and automatically creates the mattes required for each virtual object location.  
9 Once the video object marker processor 160 creates the mattes and the associated controls, the  
10 mattes are associated with the actual processed content 36' in the content buffer 120. The  
11 processed content 36', along with the mattes are then optionally processed using the optional  
12 video processor 150, which performs any necessary content encoding (e.g., MPEG4, or  
13 digitalization), and makes the content 36' available to a rules application processor 180. The  
14 rules application processor 180 creates metadata packets that carry the virtual object placement  
15 rules information and mattes and associates these packets with the processed content 36' for each  
16 virtual object location 37 selected in the virtual object location definer 100.

17 Figure 8 is a block diagram of the virtual object selector 200. Processed content 36',  
18 along with the metadata packets carrying the virtual object placement rules information  
19 associated with each virtual object location 37 and the mattes 16 are provided by the virtual  
20 object location definer 100 to the virtual object selector 200. An object selector processor 210  
21 extracts the placement rules and stores the processed content 36' in a content buffer 240. Using  
22 the placement rules, along with any operator entered object placement guidance, the object  
23 selector processor 210 queries an object matcher processor 230 to initiate the selection of virtual  
24 objects that match the requisite rules. The object matcher processor 230 can be commanded by  
25 the object selector processor 210 to match a virtual object 38 in at least three manners: 1)  
26 automatically, 2) with manual placement, and 3) with pre-selected virtual objects. For automatic  
27 matching, the object matcher processor 230 searches an available virtual objects database 220 to  
28 find virtual objects that meet the placement rules provided by the object selector processor 210.  
29 The matching virtual objects are then marked in the available virtual objects database 220 as  
30 suitable for that virtual object location 37. For manual matching, the operator of the object

1 matcher processor 230 manually selects the desired virtual objects to be associated with a virtual  
2 object location 37, and marks the selected virtual objects as suitable for the virtual object  
3 location 37 in the available virtual objects database 220. For pre-selected objects, the placement  
4 rules will indicate the pre-defined virtual objects to be associated with the processed content 36'.  
5 The object matcher processor 230 marks the pre-determined virtual objects in the available  
6 virtual objects database 220 as being associated the particular processed content 36' and virtual  
7 object location 37.

8 Virtual objects may be processed and stored in the available virtual objects database 220  
9 before they are used. Processing of the virtual objects includes digitizing the virtual object 38  
10 and associating the virtual object with those virtual object 38 placement guidelines and rules that  
11 must be followed to place the virtual object 38 within virtual object locations. The rules and  
12 guidelines may include product categories with which the virtual object 38 should be associated,  
13 or in contrast, cannot be associated with, the type of virtual object 38, the duration that the  
14 virtual object 38 is valid to be used, the number of times the virtual object 38 may be used, and  
15 whether the virtual object 38 is interactive and any interactive virtual object trigger action 56 or  
16 optional virtual object software applet 152 associated with an interactive virtual object 38.

17 In a non-realtime environment, an optional post viewer processor 260, which is preceded  
18 by a virtual object insertion processor 250, is used to view the content 36 and insert each virtual  
19 object 38 that was matched to the content 36 by the object matcher processor 230 in the  
20 corresponding virtual object location 37. Techniques for insertion of overlaid virtual objects are  
21 described in detail in U.S. Patents 4,319,266 to Bannister, Richard S.; entitled Chroma Keying  
22 System; 4,999,709 to Yamazaki, Hiroshi; and Okazaki, Sakae; entitled Apparatus for Inserting  
23 Title Pictures; 5,249,039, to Chaplin, Daniel J.; entitled Chroma Key Method and Apparatus; and  
24 5,233,423 to Jernigan, Forest E.; and Bingham, Joseph; entitled Embedded Commercials within  
25 a Television Receiver using an Integrated Electronic Billboard, the disclosures of which are  
26 hereby incorporated by reference.

27 Techniques for the insertion of embedded virtual objects are described in detail in U.S.  
28 Patents 5,953,076, to Astle, Brian; and Das, Subhodev; titled System and Method of Real Time  
29 Insertions into Video Using Adaptive Occlusion with a Synthetic Reference Image; 5,892,554, to  
30 DiCicco, Darrell; and Fant, Karl; entitled System and Method for Inserting Static and Dynamic

1 Images into a Live Video Broadcast; 5,515,485, to Luquet, Andre; and Rebuffet, Michel; entitled  
2 Method and Device for Modifying a Zone in Successive Images; 5,903,317, to Sharir, Avi; and  
3 Tamir, Michael; entitled Apparatus and Method for Detecting, Identifying and Incorporation  
4 Advertisements in a Video; and the MPEG4 standard, the disclosure of which are hereby  
5 incorporated by reference.

6 In a realtime environment, the optional post viewer processor 260 is bypassed, and the  
7 default virtual object 38 is placed in the virtual object location 37 by a default virtual object  
8 insertion processor 270, which includes (not shown) a virtual object insertion processor 250.

9 The targeted virtual object management system (TVOMS) 300 shown in Figure 9 allows  
10 for virtual objects, including virtual object-based advertisements, to be directed to subscribers  
11 based on, for example, the use of subscriber data, programs watched data, past virtual objects  
12 viewing data, past interactive virtual objects selected data, and/or mood indicators entered by the  
13 subscriber. Alternatively, input from subscribers collected through form-based questionnaires  
14 (hard copy, electronic, and telephone, for example) may be used to further define a subscriber's  
15 potential likes, wants, and needs. Advertisers wanting to optimize their advertising expenditures  
16 may direct virtual objects to the appropriate viewing audiences to ensure that the desired  
17 audience views specific virtual objects. Specifically, advertisers can display specific virtual  
18 objects in content 36 that is being viewed by those subscribers most likely to be influenced to  
19 buy the advertised product, or otherwise respond in a desired fashion to the virtual objects.

20 Virtual objects may also be targeted to reception sites on various levels. At a highest  
21 level, virtual objects can be delivered to all reception sites viewing content 36, with no targeting  
22 of the virtual objects to the subscriber, but with the virtual objects displayed in the content 36  
23 that are determined to be most relevant to the content 36. That is, the virtual objects are placed  
24 in the virtual object location 37 without the use of an individual or group targeting algorithm.  
25 Alternatively, some level of targeting may occur based on, for example, ADI, zip code +4,  
26 geographical data and other similar criteria known about a reception site 30. In this alternative  
27 embodiment, the virtual objects are sent to a reception site 30, and a local insertion routine in the  
28 reception site 30 controls placement of the virtual objects into the virtual object locations 37 in  
29 the content 36. The virtual objects may be stored at the reception site 30 and may be periodically  
30 refreshed. To account for reception sites that do not have virtual objects available for insertion,

1 the content 36 may be provided with a default virtual object 38 embedded in the content 36.  
2 Upon receipt of the content 36 at a reception site 30, the reception site 30, using the local  
3 insertion routine, determines if the default virtual object 38 should be replaced with another  
4 virtual object 38 residing in the reception site's memory or being delivered concurrently with the  
5 content 36.

6 Alternatively, virtual objects may be targeted to groups of reception sites, with the groups  
7 of reception sites categorized based on some other common subscriber characteristics such as  
8 programs watched data or interactive virtual objects selected data, for example. Finally, virtual  
9 objects may also be targeted to specific subscribers that share the use of a reception site 30 based  
10 on their unique subscriber characteristics.

11 To target virtual objects, the TVOMS 300 may make use of information from numerous  
12 sources. These sources include collected programs watched data that are stored in the reception  
13 site 30, and periodically uploaded to the central data collection center 50 or the local data  
14 collection center 40, and from past virtual objects viewed information or past interactive virtual  
15 objects selected that is stored in the reception site 30 and periodically uploaded to the data  
16 collection centers. Additionally, these sources may include information from marketing  
17 databases and past television programs watched data, as described in U.S. Patent No. 5,798,785,  
18 entitled TERMINAL FOR SUGGESTING PROGRAMS OFFERED ON A TELEVISION  
19 PROGRAM DELIVERY SYSTEM, filed December 2, 1993, incorporated herein by reference.

20 The TVOMS 300 provides the management of information required to support each of  
21 the following: (1) delivery of targeted virtual objects along with content 36 being broadcast; (2)  
22 delivery of targeted virtual objects to subscribers independent of any content 36 being broadcast;  
23 and (3) delivery of TVOMS-related subscriber-specific information and commands.

24 Figure 9 shows the TVOMS 300 supporting the targeting of virtual objects to subscribers.  
25 Broadcast information can be destined for the entire population of subscribers receiving the  
26 content 36, groups of subscribers, and individual subscribers. Broadcast information can include  
27 actual content 36, metadata packets with virtual object insertion control information, virtual  
28 objects for placement within the content 36, and command information required by the  
29 subscriber's reception site 30 to configure the reception site 30 and retrieval plans to guide the  
30 reception site 30 in placing the appropriate virtual object 38 within the content 36. Broadcasting

1 may be supported over a variety of broadcast-capable communication systems, such as the  
2 Internet, cable television systems, terrestrial broadcast systems, satellite broadcast systems, and  
3 wireless communications systems, and other systems described below.

4 A subscriber information database 1210 contains subscriber information collected from  
5 numerous sources for each subscriber or reception site 30. The subscriber information may then  
6 be used by a virtual object targeting system 1220 to determine the best virtual objects to be  
7 distributed for inclusion in the content 36. Additionally, the information collected may be used  
8 to determine if the subscriber information has changed to the point that refreshed virtual objects  
9 should be delivered to a subscriber or, alternatively, whether a subscriber's group assignments  
10 should be updated. The virtual object targeting system 1220 determines the optimum subset of  
11 virtual objects to be associated with the content 36 based on the selected object metadata  
12 provided by the virtual object selector 200 (Figure 5) and subscriber information from the  
13 subscriber information database 1210. A content and virtual object packager 1260 is directed to  
14 retrieve the appropriate virtual objects from an available virtual objects database 1265. The  
15 content and virtual object package 1260 then, along with the content 36, from a content buffer  
16 1270, addresses the virtual objects with the appropriate group addressing information, and  
17 packages the virtual objects with the content 36. A delivery processor 1300 then delivers the  
18 combined package of virtual objects, content 36, and metadata to subscribers.

19 As an alternative to delivering virtual objects with associated content 36, virtual objects  
20 can be delivered independently to individual subscribers or groups of subscribers based on  
21 updated subscriber information, modified group assignments, or the need for refreshed virtual  
22 objects at the reception site 30. Initiation could be automatic based on a scheduled cycle or by  
23 TVOMS operator direction. Upon delivery initiation, the virtual object targeting system 1220  
24 uses subscriber information from the subscriber information database 1210, information about  
25 available virtual objects from the available virtual objects database 1265, and information about  
26 previously delivered virtual objects from the subscriber information database 1210, to select the  
27 appropriate virtual objects to be packaged and delivered to a reception site 30. Once the virtual  
28 object targeting system 1220 determines the appropriate virtual objects, the content and virtual  
29 object packager 1260 retrieves the appropriate virtual objects, packages the virtual objects with  
30 reception site configuration information, addresses the information either to a single subscriber

1 or group of subscribers, and delivers the information to the appropriate reception site 30 using a  
2 delivery processor 1300. This delivery can be done in broadcast fashion or by communicating to  
3 reception sites directly. Virtual objects may be broadcast to all reception sites, and a reception  
4 site 30 may store only the virtual objects that are associated with groups to which the reception  
5 site 30 belongs. Alternatively content 36, virtual objects, and other information destined to  
6 reception sites may be provided to the object delivery center 15 (Figure 1) for delivery to  
7 reception sites.

8 The databases addressed in Figure 9 may be configured to support a variety of  
9 information necessary for the TVOMS 300 to manage the targeting process. Below are tables  
10 that present typical data that may be tracked by these individual databases.

Subscriber Information Database 1210

### Reception system identification information

### Reception site type

Date of system set-up

Date of last communication with operations center

### Household income

User data (for each registered subscriber), including:

Name \_\_\_\_\_

Sex

Age

### Place of birth

## Education

## Profession

## TV program preferences

### Demographic information

Past advertising viewed data, which virtual objects, time spent viewing,

Past products ordered, along with time, date, and method of order

### Past billing information

## Imputed subscriber data from marketing databases

Past TV programs watched data, along with time and date

1 Past PPV programs ordered data, along with time and date  
2 Mood indicators  
3 Form based questionnaire results  
4 Communication methods available (available options for both return and  
5 delivery)  
6 Group assignments per subscriber for each category  
7 Past virtual objects delivered to subscriber, date of delivery, method of delivery  
8 Past selected interactive virtual objects  
9 Zip+4 information

10 Available Virtual Objects Database 1265

11 Virtual object identifier with actual digital version of virtual object Display  
12 options (e.g., text, audio, graphics, video, link, HTML, XML, interactive)  
13 Static vs. dynamic virtual object indicator,  
14 If an interactive virtual object, interactive virtual object trigger action  
15 information  
16 If an interactive virtual object, optional interactive virtual object software applet  
17 Pricing subsidy information  
18 Run through completion status mode indication  
19 Date of valid use  
20 Virtual object placement controls, acceptable frequency  
21 Category and group preferences (as virtual object ranking percentages)

22 Pending Commands Database 1215

23 For each pending command:  
24 Destination address  
25 Actual command  
26 Date generated  
27 Date of confirmed receipt

28 Within the TVOMS 300, the virtual object targeting system 1220 is responsible for the  
29 intelligent and rapid selection of virtual objects for placement in content 36. Category and group  
30 targeting is managed in a manner similar to that described in co-pending U.S. Application Serial

1 No. 09/597,893 entitled METHOD AND APPARATUS FOR TARGETING VIRTUAL  
2 OBJECTS, filed June 19, 2000, and in co-pending U.S. Application Serial No. 09/054,419  
3 entitled TARGETED ADVERTISEMENT USING TELEVISION DELIVERY SYSTEM, filed  
4 April 3, 1998, and in co-pending U.S. Application Serial No. 09/328,672 entitled ELECTRONIC  
5 BOOK SELECTION AND DELIVERY SYSTEM WITH TARGETED ADVERTISING, filed  
6 on June 9, 1999, each of which are incorporated herein by reference.

7 Careful management of the virtual objects within the content 36, based on information  
8 known about the demographics and viewing habits of subscribers, for example, can greatly  
9 increase both the advertisers' likelihood of reaching an interested subscriber, and the likelihood a  
10 subscriber will be interested in a specific virtual object 38. Each virtual object location 37  
11 within the content 36 is assigned a series of virtual objects by the TVOMS 300, and when  
12 multiple virtual objects are delivered for a given virtual object location 37 in the content 36, a  
13 retrieval plan is developed that directs which virtual objects should be displayed for a given  
14 subscriber or reception site 30, a group of subscribers or reception sites, or the entire subscriber  
15 population.

16 The process of managing the targeted virtual objects may consist of a number of  
17 configuration and set-up steps shown in Figure 10 that begins with the start step shown in block  
18 7010 and ends with the end step shown in block 7017. First, individual reception site address  
19 information is collected by a subscriber data collection engine 1202 in the address information  
20 collection block 7011. This address information uniquely identifies each reception site 30  
21 subscriber and associates necessary address information about each subscriber with the reception  
22 site identifier to aid in the virtual objects targeting process. This address information includes  
23 subscriber profile information, programs viewed information, past virtual objects delivered and  
24 viewed, and responses to menu-based questionnaires or other questionnaires completed by the  
25 subscriber. In block 7012, other subscriber information may be collected from various sources,  
26 including surveys and marketing databases correlated by address or zip code+4, for example.

27 Next, a number of target categories are defined as shown in block 7013. Examples of  
28 target categories include demographic targeting (age/sex/income) and location, such as Area of  
29 Dominant Influence (ADI). Next, as shown in block 7014, each target category is then  
30 segmented into appropriate groups. For example, the ADI may include Los Angeles, CA and

1 Washington D.C. New target categories can be added and the groups comprising the target  
2 category redefined after their initial establishment.

3 Next, as shown in block 7015, for each target category, each reception site 30 is assigned  
4 to a group based on the information collected about the subscriber. Once each subscriber is  
5 assigned to a group, the group assignments are conveyed to the reception site 30 and stored  
6 therein, as shown in block 7016. As groups are modified or group assignments change, the  
7 reception sites are provided with the changes. Additionally, the group assignment information is  
8 periodically resent to the reception sites to ensure that newly added reception sites and those  
9 reception sites that have accidentally lost their information are up-to-date. Alternatively, the  
10 reception site 30 may perform the processing of information about the characteristics of the  
11 subscriber, and generation of the group assignment information internal to the reception site as  
12 presented in co-pending U.S. Application Serial No. 09/628,805 entitled METHOD AND  
13 APPARATUS FOR LOCALLY TARGETING VIRTUAL OBJECTS WITHIN A TERMINAL,  
14 filed July 28, 2000, which is incorporated herein by reference.

15 Returning to Figure 9, the virtual object targeting system 1220 determines the optimum  
16 types of virtual objects to be placed in the content 36 from the selected virtual objects provided  
17 by the virtual object selector 200 (Figure 5). The virtual object targeting system 1220 takes into  
18 account subscribers who will likely view the content 36, the desirability of providing available  
19 virtual objects to those subscribers, target categories, the number of virtual objects locations  
20 available for the content 36, and the number of virtual objects available for assignment for a  
21 given virtual object location 37.

22 Once specific virtual objects are selected for one or more available virtual object  
23 locations 37, the groups that should view each virtual object 38 are determined, based on the  
24 target category of interest. The selected virtual object locations 37 may include all virtual object  
25 locations, or a subset of all the virtual object locations. A retrieval plan is generated by the  
26 retrieval plan generator 1275 that provides information concerning which target category and  
27 groups are assigned to each virtual object 38 associated with each virtual object location 37. The  
28 retrieval plan may provide information for one virtual object location 37 or multiple virtual  
29 object locations within content 36, where one or more virtual objects, target categories, and the  
30 groups to which each virtual object 38 is targeted within each virtual object location 37 is also

1 provided. An example retrieval plan is provided in Table C below. Alternatively, the retrieval  
2 plan providing virtual object assignments to virtual object locations may be sent independently  
3 from the retrieval plan providing virtual objects, target categories, and the groups to which each  
4 virtual object 38 may be targeted. Retrieval plans may be distributed along with the virtual  
5 objects and the associated content 36 directly to the reception sites by the delivery processor  
6 1300 or using the object delivery center 15. Alternatively, a retrieval plan may be distributed by  
7 the delivery processor 1300 or using the object delivery center 15 independent of the associated  
8 content 36 or virtual objects.

9 After the reception site 30 receives and stores the virtual objects and the retrieval plan,  
10 the reception site 30 inserts those virtual objects into the appropriate virtual object locations in  
11 the content 36 based on the retrieval plan. The reception site 30 may retrieve and store only  
12 those virtual objects associated with that reception site's group assignment for that virtual object  
13 location 37. Alternatively, the reception site 30 may retrieve and store all virtual objects but  
14 only insert those virtual objects into virtual object locations as dictated by the retrieval plan.

15 When the virtual objects are displayed within the content 36, the reception site 30 will  
16 store virtual objects viewed data indicating that a virtual object 38 was shown. In an  
17 embodiment, the reception site 30 will store this virtual object viewed data only if the virtual  
18 objects are displayed for a predetermined time, or only if the subscriber takes an action to  
19 indicate the virtual object 38 has been viewed, such as by selecting an interactive virtual object  
20 38, for example. Accumulated virtual objects viewed data may be collected from a reception site  
21 30 at a later time for review purposes. Unique reception site identification information also may  
22 be provided with the collected virtual objects viewed data. Upon collection of the virtual objects  
23 viewed data, the reception site 30 may return the used memory space to available pools for future  
24 use.

25 The virtual object targeting system 1220 receives requests from the metadata extractor  
26 processor 1200 to initiate the determination of virtual objects to be placed. The metadata  
27 extractor processor 1200 receives content 36 and associated virtual object information from the  
28 virtual object selector 200 (Figure 5). The virtual object targeting system 1220 provides outputs  
29 to the content and virtual object packager 1260 and the retrieval plan generator 1275.

1        A part of the TVOMS 300 operation is the retrieval of subscriber data, and the  
2 assimilation of the subscriber data into the virtual objects selection method. This operation  
3 typically includes two steps. First, subscriber data is retrieved from the reception sites by the  
4 central data collection center 50 or the local data collection center 40 (Figure 1). The subscriber  
5 data is compiled and sent to the data collection engine 1202 in the operations center 10. Once  
6 assembled at the TVOMS 300, the data is filtered for each application of the TVOMS 300. In an  
7 embodiment, the subscriber information database 1210 receives inputs from the subscriber data  
8 collection engine 1202 and a configuration set-up system 1205. The subscriber information  
9 database 1210 provides outputs to the configuration set-up system 1205, and the virtual object  
10 targeting system 1220.

11        The data gathered includes:

12            What products a subscriber purchased and when they were purchased,  
13            What Pay Per View (PPV) TV programs a subscriber purchased and when they  
14            were purchased,  
15            What television programming a subscriber has viewed,  
16            What interactive virtual objects have been selected,  
17            What virtual objects a subscriber viewed and for how long, and  
18            Subscriber profile information.

19        Subscriber profile information may be collected and stored for one or more subscribers  
20 for the purposes of virtual objects targeting. The subscriber profile may include demographic  
21 information that may be gathered in a number of ways. The reception site 30 builds the  
22 subscriber profile for each subscriber and stores the information in a memory file by subscriber  
23 name. The file may be uploaded to the central data collection center 50 or the local data  
24 collection center 40 and provided to subscriber data collection engine 1202 periodically.  
25        Subscriber preference information may be collected using on screen menus at the reception site  
26 30, including information such as name, sex, age, place of birth, place of lower school education,  
27 employment type, level of education, amount of television program viewing per week, and the  
28 number of television shows in particular categories that the subscriber watches in a given week  
29 such as, sports, movies, documentaries, sitcoms, amount of Internet use and favorite web sites,

1 etc. Any demographic information that will assist the TVOMS 300 in targeting virtual objects  
2 may be used.

3 In addition to demographic information gathered at the reception site 30, the subscriber  
4 profile can be compiled using other methods. For instance, subscriber information can be  
5 gathered using questionnaires sent by mail and subsequently entered in the subscriber  
6 information database 1210.

7 As an alternative to gathering demographic data, a simulated subscriber profile can be  
8 generated using an algorithm that analyzes subscriber access history and subscriber habits.  
9 Using test information generated from a statistically significant number of subscribers, the  
10 simulated subscriber profile algorithm estimates the subscriber's age, education, sex and other  
11 relevant information. The analysis then compares information about the subscriber, for example  
12 the subscriber's programs watched information, with that of the test group. An example of the  
13 type of information maintained for a subscriber profile is presented below.

14 The subscriber profile data fields are an example of typical fields that can be used in the  
15 databases. Definitions of various fields are listed below. The primary purpose of profiling the  
16 subscriber is to acquire marketing information on the subscriber's likely response to available  
17 virtual objects. Ancillary information may be available including actual program selections or  
18 interactive virtual objects selections. Information tracked within the subscriber's profile  
19 includes:

20       Subscriber ID                   A unique identifier generated by the system, one for each  
21    subscriber using a specific reception site.

22       Reception site types        Boolean field that identifies the type of reception site  
23   used.

24       Reception site ID            ID of the reception site.

25       Hookup Date                Date physical hardware is connected.

26       A demographic profile may be constructed for each subscriber from questionnaires or  
27       other sources. The following fields represent this demographic information:

28       Subscribers Age 2-5        Boolean field if the household has subscribers between 2  
29   and 5 years of age.

1	Subscribers Age 6-11	Boolean field if the household has subscribers between 6 and 11 years of age.
2	Subscribers Age 12-17	Boolean field if the household has subscribers between 12 and 17 years of age.
3	Subscribers Age N1-N2	Boolean field if household has subscribers between N1 and N2 years of age.
4	Income	Annual household income.
5	Zip Code+4	Self-explanatory.
6	Occupancy	Number of subscribers in household.
7	Highest Education	Highest level of education of any subscriber in the household.
8	Field of Use	Personal, professional, educational, other.
9	Profession	Self-explanatory.
10	Education Level	Self-explanatory.

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These subscriber profile inputs may assist in the assignment of reception sites to groups for each target category. There are numerous variations to the field definitions listed above, such as different age groupings, for example. Other subscriber profile data fields may also be specified.

Marketing information, such as the demographics of subscribers, may be received from a central data collection center 50, a local data collection center 40, other external sources, or directly from the reception sites using the subscriber data collection engine 1202. To effectively manage the virtual objects targeting operations, marketing information, such as the existence of markets for certain products, may be provided to the TVOMS 300. The following examples of information may be maintained in the subscriber information database 1210: subscriber demographic profile, subscriber buy information, and correlation of demographic information with buy information. The subscriber data collection engine 1202 gathers the marketing information from the various sources and indexes the information for inclusion in the subscriber information database 1210.

To maintain the subscriber information database 1210 within the TVOMS 300, a database server 1190, communications server 1191, subscriber workstation 1192 or stations, or

1 the suitable equivalents thereof, may be used, as depicted in Figure 11. The database server  
2 1190 supports saving database files, event logging, event scheduling, database server services,  
3 and database security access.

4 The communications server 1191 performs the following functions on database data:  
5 integrity check, filtering, processing, downloading to reception sites using the pending  
6 commands database 1215, and uploading subscriber data from reception sites using the  
7 subscriber data collection engine 1202. The subscriber workstation 1192 allows for operator  
8 viewing and entry of subscriber data into the subscriber information database 1210.

9 Figure 12 shows an example of the configuration set-up system 1205 in more detail. An  
10 interface 1206 receives individual addressing information unique to reception sites. The  
11 interface 1206 can include a workstation, such as the workstation 1209, for example, from which  
12 an operator manually enters reception site information. Alternately, reception site information  
13 can be automatically entered at the interface 1206 by downloading from an off-site database, the  
14 Internet, a storage medium, such as a CD-ROM or a floppy disk, or by collecting the information  
15 directly from the individual reception sites using the subscriber data collection engine 1202 or  
16 provided by a central data collection center 50 or local data collection center 40. A processor  
17 1207 processes the received reception site information and organizes the information for use.  
18 For example, the processor 1207 may create a Category/Group Definition Matrix as presented in  
19 Table A and a Group Assignment Matrix as presented in Table B that can be used to target  
20 virtual objects to groups of reception sites or to an individual reception site 30. In an alternative  
21 embodiment, if subscriber information is available where multiple subscribers may share a  
22 reception site 30, a Group Assignment matrix may be created for each subscriber who shares the  
23 reception site 30. The Category/Group Definition Matrix and Group Assignment matrices will  
24 be described in more detail later. The Category/Group Definition and Group Assignment  
25 matrices and organized reception site information are then stored in a database 1208, and are  
26 periodically updated as reception site information, for example, changes.

27 The information used by the processor 1207 to create a database of the Category/Group  
28 Definition and Group Assignment matrices includes, for example, the reception site identifier,  
29 subscriber identifier, zip code + 4 data, household income, and age and sex of the subscribers,  
30 for example. The information gathered by the configuration set-up system 1205 can come from

1 a variety of sources including marketing databases, direct inputs from the subscribers, data  
 2 collected by the subscriber data collection engine 1202, a central data collection center 50, a  
 3 local data collection center 40, and other sources. The processor 1207 will assign category  
 4 numbers to target categories. For example, the ADI could be assigned category 1 and household  
 5 (HH) income could be assigned category 2. Next, the configuration set-up system 1205 creates a  
 6 number of non-overlapping groups for each category. For example, ADI can be broken down  
 7 into Seattle, WA, Washington D.C., Denver CO., Los Angles CA, etc. Similarly, HH income  
 8 can be broken down into a number of income groups such as no income, 20-40K, 40-60K,  
 9 60-120K, and over 120K. Then, the configuration set-up system 1205 assigns a "group mask  
 10 representation" for each group within every category. The group mask representation may be  
 11 simply a binary number that can be used to identify a particular group. Table A shows a  
 12 completed Category/Group Definition matrix that could be used by the virtual object targeting  
 13 system 1220 to assign targeted virtual objects to groups of reception sites or to individual  
 14 reception sites.

15 Table A - Category/Group Definition Matrix

Category Number	Category Name	Group Number	Group Definition	Group Mask Representation
1	ADI	1	Seattle, WA	1000000000
		2	Washington, D.C.	0100000000
		3	Denver, CO	0010000000
		4	Los Angeles, CA	0001000000
2	HH income	1	No income	1000000000
		2	20-40K	0100000000
		3	40-60K	0010000000
		4	60-120K	0001000000
3	Category x	1	Group a	1000000000
		2	Group b	0100000000
		3	Group c	0010000000
		4	Group d	0001000000
		5	Group e	0000100000
		6	Group f	0000010000

1        The processor 1207 also creates the Group Assignment matrix. The Group Assignment  
2 matrix, shown in Table B, assigns to each reception site 30, for each category, its corresponding  
3 group number. Associated with each group number is the group definition and the group mask  
4 representation. For example, the reception site 30 identified by the address 12311 is assigned  
5 group number 2 (i.e., Washington D.C.) for ADI, and group number 3 (i.e., 40-60K) for  
6 household income. The Group Assignment matrix is updated periodically as categories and  
7 group definitions change, and as data related to individual reception sites or groups of reception  
8 sites change. Many other ways of organizing the information in a database for later use are  
9 possible.

10      The configuration set-up system 1205 also delivers the group configuration (i.e.,  
11 information specific to an individual reception site 30, from the Group Assignment matrix) to

12      **Table B Group Assignment Matrix**

Address	Target Category	Group Number	Group Definition	Group Mask Representation
12311	ADI	2	Washington, D.C.	01000000000
	HH income	3	40-60K	00100000000
	Category x	5	Group d	00100000000
12312	ADI	4	LA	00100000000
	HH income	3	60-120K	00100000000
	Category x	2	Group a	10000000000
12313	ADI	3	Denver	00100000000
	HH income	4	60-80K	00010000000
	Category x	3	Group b	01000000000

13      each reception site 30. For example, the reception site 30 assigned the address 12311 is sent for  
14 category 1, group mask representation 01000000000, indicating group 2 assignment.

15      The group configuration information can be stored in the pending commands database  
16 1215 to be transmitted directly to each reception site 30 periodically or the next time the  
17 reception site 30 establishes communications operations center 10. Each time a group

1 configuration message is generated, the message is stored in the pending commands database  
2 1215.

3 Alternatively to the TVOMS 300 assigning the reception site 30 to individual groups for  
4 each category, the TVOMS 300 could deliver the group definitions and category definitions to  
5 the all reception sites. Each reception site 30 could then assign itself to the appropriate groups  
6 for each category based on internal processing algorithms.

7 Figure 13 shows an embodiment of the virtual object targeting system 1220 in more  
8 detail. A resource management engine 1305 uses information from a metadata extractor  
9 processor 1200 and an available virtual object database 1265 (see Figure 9) to determine the  
10 number of virtual objects to be assigned to a given virtual object location 37. A virtual object  
11 placement engine 1307 decides which virtual objects to place in virtual object locations in the  
12 content 36. A group assignment engine 1309 determines which reception sites will view specific  
13 virtual objects. The virtual object placement engine 1307 receives information from the resource  
14 management engine 1305 related to the number of virtual objects available, how many virtual  
15 objects are to be provided for a given virtual object location 37, and the actual type of virtual  
16 objects available.

17 The resource management engine 1305 functions to divide available delivery bandwidth  
18 among multiple virtual objects for a given virtual object location 37 in the content 36. Because  
19 there may be a limited amount of resources on the delivery network 11 to deliver virtual objects  
20 with the content 36, the resource management engine 1305 may assign the available bandwidth  
21 optimally for the virtual objects associated with the individual virtual object locations within the  
22 content 36 being delivered over the communication channels. Some virtual object locations may  
23 be assigned multiple virtual objects, each targeted to a different group or groups, whereas other  
24 virtual object locations may be assigned only a single virtual object 38.

25 Referring to Table A, four group numbers (i.e., 1-4) are shown for the category of  
26 targeted virtual objects, ADI. For a particular virtual object location 37 in the content 36, the  
27 four groups can be divided into two, one for each available virtual object 38 of two total, with  
28 groups 1 and 2 receiving virtual object A and groups 3 and 4 receiving virtual object B, as shown  
29 for virtual object location 1. A retrieval plan for this later example is shown in Table C.

30

Table C - Retrieval Plan

Virtual Object Location	Target Category	Virtual Object To Retrieve	Groups Assigned to Specific Virtual Object	Group Mask Assignment
Virtual Object Location 1	ADI	Virtual Object A	1, 2	11000000000
		Virtual Object B	3,4	00110000000
Virtual Object Location 2	HH Income	Virtual Object A	1,2,3	11100000000
		Virtual Object B	4	00010000000
Virtual Object Location 3	Category x	Virtual Object A	1,2	11000000000
		Virtual Object B	3	00100000000
		Virtual Object C	4	00010000000
		Virtual Object D	5	00001000000
		Virtual Object E	6	00000100000
Virtual Object Location 4	All	Virtual Object A	All	11111111111

2           After determining how many virtual objects will be needed for each virtual object  
 3           location 37 within the content 36, the resource management engine 1305 may also account for  
 4           the type of available targeted virtual objects for display and the variety of subscribers (according  
 5           to group assignment numbers) who may be viewing the content 36. An advertiser or content  
 6           provider may provide this information when forwarding virtual objects for insertion.

7           In an embodiment, the virtual object placement engine 1307 determines which specific  
 8           virtual objects are to be placed in each available virtual object location 37 within the content 36.  
 9           The virtual object placement engine 1307 first receives the list of selected available virtual  
 10          objects from the metadata extractor processor 1200 (Figure 9). In cooperation with the resource  
 11          management engine 1305, the virtual object placement engine 1307 then determines which of the  
 12          available virtual objects should be placed in each virtual object location 37 within the content 36.  
 13          For example, if the preferred target category for virtual object location 1 is ADI, the virtual  
 14          object placement engine 1307 will select one or more targeted virtual objects determined by the  
 15          metadata extractor processor 1200 to place in that virtual object location 37. If the demographic

1 or other data assembled by the configuration set-up system 1205 indicates that more than one  
2 targeted virtual object 38 should be placed, depending on the ADI, then the virtual object  
3 placement engine 1307 will select the appropriate number of targeted virtual objects, and will  
4 assign each targeted virtual object 38 to the specific virtual object location 37. The operation of  
5 the virtual object placement engine 1307 to assign the targeted virtual objects will be described  
6 in more detail later.

7 In an embodiment, the group assignment engine 1309 receives inputs from the resource  
8 management engine 1305 and the virtual object placement engine 1307 and then determines  
9 which reception sites and target category groups will view specific targeted virtual objects.  
10 Thus, for each virtual object location 37, the group assignment engine 1309 assigns the reception  
11 sites to one of the virtual objects. The reception sites can be assigned based on their placement  
12 within a group (i.e., based on their group assignment number) or based on their individual  
13 reception site unit address. In tables B and C, the assignments are shown based on the group  
14 assignment numbers. As also shown in Table C, the group addressing for a virtual object  
15 location 37 may be based on a single category of targeting. This may avoid a conflict regarding  
16 which virtual object 38 a reception site 30 may retrieve.

17 The group assignment engine 1309 provides an output to the retrieval plan generator  
18 1275. The output indicates which group assignment numbers (i.e., which groups of reception  
19 sites) are assigned to a virtual object 38 for a given virtual object location 37 in the content 36.  
20 The retrieval plan generator 1275 then generates a bit word, or group mask assignment, that is  
21 used to assign the groups to virtual objects. Once generated, the retrieval plan is provided to the  
22 delivery processor 1300 for distribution along with the content 36 and the actual virtual objects  
23 to reception sites by object delivery center 15.

24 In an embodiment, the virtual object targeting system 1220 provides a virtual object  
25 generation request command 1261 to the content and virtual object packager 1260. The virtual  
26 objects generation request command 1261 specifies which particular virtual objects are to be  
27 displayed in a particular virtual object location 37, and the actual location of the virtual objects.  
28 The virtual object 38 is then retrieved from the available virtual object database 1265. The  
29 virtual objects, along with the retrieval plan, and content 36 and associated metadata packets are  
30 provided to the delivery processor 1300 for delivery to the appropriate reception sites.

1        When a reception site 30 receives the content 36 that contains targeted virtual objects,  
2    software instructions operating on the reception site 30 analyze the contents of the retrieval plan.  
3    Then, based on the groups assigned for each virtual object 38, the reception site 30 retrieves  
4    those virtual objects that match its own group assignments for the target category being used for  
5    the virtual object location 37. The reception site 30 then associates those virtual objects  
6    retrieved with the appropriate virtual object location 37 where the virtual object 38 will be  
7    placed, so that when the content 36 is viewed, the virtual object 38 assigned to that virtual object  
8    location 37 is displayed.

9        An embodiment of the process for assigning targeted virtual objects using the virtual  
10   object placement engine 1307 is presented in Figure 14. The process begins with block 2360. In  
11   block 2362, the virtual object placement engine 1307 assigns reception sites to groups. In block  
12   2364, the virtual object placement engine 1307 ties or relates virtual object locations in content  
13   36 to the groups. In block 2366, the virtual object placement engine 1307 ties or relates virtual  
14   objects to groups. In block 2368, the virtual object placement engine 1307 determines how  
15   many virtual objects to assign to a virtual object location 37. In block 2370, the virtual object  
16   placement engine 1307 determines which target category to use for one or more virtual object  
17   locations 37. In block 2372, the virtual object placement engine 1307 determines specific virtual  
18   objects to be placed in the virtual object locations 37. In block 2374, the virtual object  
19   placement engine 1307 determines which groups to assign to the virtual objects 38 for the  
20   selected virtual object locations 37. The process ends with block 2376.

21       As discussed above, virtual object targeting uses target categories and groups within each  
22   target category to tie or relate three entities together: 1) the reception site 30; 2) virtual objects;  
23   and 3) virtual object locations in content 36. In one embodiment of block 2362 in Figure 14, the  
24   reception sites are assigned to groups for each target category by the configuration set-up system  
25   1205 based on numerous factors as described below. One method to assign the reception sites to  
26   groups is to use the zip code+4 as an index into one of the available demographic marketing  
27   databases. From the zip code+4 data, a distinct demographic cluster can be determined. The  
28   demographic cluster can then be mapped directly to the specific group within each target  
29   category. Manual assignment of groups to reception sites would be a daunting task for a large  
30   population of reception sites (approaching several million). Therefore, the processor 1207 in the

1 configuration set-up system 1205 may perform this function automatically, using its installed  
2 software routines. Alternative methods can also be devised to automatically map individual  
3 reception sites to groups within target categories. Once each reception site 30 is mapped to one  
4 group for each target category, the group assignments may be delivered to the reception site 30  
5 for storage.

6 In one embodiment of block 2364 in Figure 14, virtual object locations in content 36 are  
7 tied or related to groups as described below. For each virtual object location 37, a group  
8 breakdown percentage can be defined for each group that represents the likely compatibility of  
9 the content 36 surrounding that virtual object location 37 with each group. Breakdown  
10 percentages for each virtual object location 37 are defined within the virtual object selector 200  
11 (see Figure 8) and passed to the TVOMS 300. Table D shows a sample breakdown of these  
12 group breakdown percentages for five example virtual object locations for three example target  
13 categories.

14 The group breakdown percentage data may be derived from a number of sources  
15 including surveys, ratings services, and virtual objects viewed data collected by the reception  
16 sites, for example. In this example, the three target categories are the same as those presented in  
17 Table B, and the group assignment numbers are the same as those presented in Table A. Thus,  
18 target categories 1 and 2 each have four groups associated with them, and target category 3 has  
19 six groups associated with it. For virtual object location 1, the target category 1 refers to ADI  
20 and under group 1, a group breakdown percentage of 25 percent is assigned for group 1 from the  
21 target category ADI since 25 percent of the subscribers reside in the Seattle, WA ADI. The  
22 group breakdown percentages for each target category for each virtual object location 37 may  
23 sum to 100 percent.

24 In an embodiment of the subroutine represented by block 2366 of Figure 14, virtual  
25 objects may be ranked according to their potential revenue generation for each group within one  
26 and up to all possible target categories, again using percentages. This information may be  
27 provided by an advertiser, programmer, or content provider responsible for the virtual objects  
28 and may reside in the available virtual objects database 1265. Table E shows a sample  
29 assignment of virtual object ranking percentages for eight sample virtual objects using the same  
30 target categories and group numbers as in Table D. Not all virtual objects may be assigned to

1 groups for a target category if an advertiser or programmer does not wish its virtual objects to be  
2 targeted in the manner required by that target category. For example, an advertiser or  
3 programmer may want the same virtual object to be displayed at all reception sites 30, regardless  
4 of subscriber group information or characteristics.

5 Table D - Virtual Object Location Group Breakdown Percentages

<b>Virtual object location</b>	<b>Target Category</b>	<b>Group 1</b>	<b>Group 2</b>	<b>Group 3</b>	<b>Group 4</b>	<b>Group 5</b>	<b>Group 6</b>
Virtual object location 1	1	25	25	25	25	N/A	N/A
	“	30	10	20	40	N/A	N/A
	“	10	20	30	40	N/A	N/A
Virtual object location 2	1	10	20	30	40	N/A	N/A
	“	25	25	25	25	N/A	N/A
	“	10	15	25	25	15	10
Virtual object location 3	1	40	30	20	10	N/A	N/A
	“	80	10	5	5	N/A	N/A
	“	25	25	10	10	15	25
Virtual object location 4	1	50	0	50	0	N/A	N/A
	“	0	40	40	20	N/A	N/A
	“	10	10	25	25	15	15
Virtual object location 5	1	20	30	30	20	N/A	N/A
	“	30	30	10	30	10	10
	“	10	30	10	30	10	10

1 Referring to Table E, the data indicates that for virtual object 1, and target category 1  
 2 (ADI), the advertiser believes that virtual object 1 is appropriate for the subscribers in groups 1  
 3 and 2 and is not appropriate for the subscribers in groups 3 and 4. The advertiser also believes  
 4 that virtual object 1 is equally appropriate for both the group 1 and the group 2 subscribers.  
 5 However, if the group 1 subscribers are determined to be more likely to respond to virtual object  
 6 1 than the group 2 subscribers, then group 1 could be given a higher percentage than group 2.  
 7 Table E also shows that virtual object 1 is not applicable to groups 5 and 6 because only four  
 8 groups are defined for the target category ADI. Thus, all the reception sites will be grouped into  
 9 one of groups 1 through 4.

10 Table E - Virtual Object Ranking Percentages

Virtual Object	Target Category	Group 1	Group 2	Group 3	Group 4	Group 5	Group 6
Virtual object 1	1	50	50	0	0	N/A	N/A
"	2	30	10	20	40	N/A	N/A
"	3	0	0	0	0	0	0
Virtual object 2	1	0	0	50	50	N/A	N/A
"	2	0	0	0	0	N/A	N/A
"	3	0	0	0	0	0	0
Virtual object3	1	0	0	0	0	N/A	N/A
"	2	25	25	25	25	N/A	N/A
"	3	0	0	0	0	0	0
Virtual object 4	1	50	0	50	0	N/A	N/A
"	2	0	40	40	20	N/A	N/A
"	3	10	30	10	30	10	10
Virtual object 5	1	40	20	20	40	N/A	N/A
"	2	10	30	30	30	N/A	N/A
"	3	30	30	30	5	5	0
Virtual object 6	1	0	0	0	0	N/A	N/A
"	2	0	0	0	0	N/A	N/A
"	3	10	10	10	10	30	30
Virtual object 7	1	20	40	40	20	N/A	N/A
"	2	25	25	25	25	N/A	N/A
"	3	0	30	20	30	0	20
Virtual object 8	1	30	40	0	30	N/A	N/A
"	2	30	30	10	30	N/A	N/A
"	3	20	0	20	20	20	20

11 Using this paradigm, virtual objects can be targeted using at least two methods. The  
 12 first is a designated multi-virtual object campaign where specific unique sets of groups are

1 assigned for each virtual object 38 of the campaign. In the second method, each virtual object 38  
2 provided by an advertiser is independently associated with groups. Virtual objects from several  
3 different advertisers are then used together to optimize use of virtual object locations.

4 As depicted in Figure 14, blocks 2368, 2370, 2372, and 2374, the virtual object  
5 placement engine 1307 determines: 1) how many virtual objects are assigned to which virtual  
6 object location; 2) which target category is used for which virtual object location; 3) which  
7 virtual objects to place in each virtual objects location; and 4) which groups are assigned to  
8 which virtual objects, respectively. To limit the need for excessive distribution bandwidth to  
9 distribute virtual objects to reception sites, the algorithm in the virtual object placement engine  
10 1307 that assigns targeted virtual objects to the virtual objects assumes that there is a total  
11 number of virtual objects available [TOTAL\_VIRTUAL OBJECTS] for a segment of content 36  
12 (across all virtual object locations), and assumes that no more than some maximum number of  
13 the virtual objects can be or are desired to be assigned to a given virtual object location 37. This  
14 amount is denoted as [MAX\_VIRTUAL OBJECTS].

15 Figure 15 presents an embodiment of a process used by the virtual object placement  
16 engine 1307 to execute the functions listed in blocks 2368, 2370, 2372, and 2374 depicted in  
17 Figure 14. The process begins with the start ellipse, 2318. In block 2320, the virtual object  
18 placement engine 1307 determines the virtual object 38 best suited for each virtual object  
19 location 37 for all target categories. In block 2322, the virtual object placement engine 1307  
20 determines the best virtual object/target category combination for each virtual object location 37.  
21 In block 2324, the virtual object placement engine 1307 compares virtual object/target category  
22 combinations for all virtual object locations. In block 2326, the virtual object placement engine  
23 1307, for a virtual object location 37 and target category, determines the best virtual objects to  
24 associate with the virtual object location 37. In block 2328, the virtual object placement engine  
25 1307 repeats block 2326 for each target category. In block 2330, the virtual object placement  
26 engine 1307 determines the target category that yields the optimum placement of virtual objects  
27 for a virtual object location 37. In block 2332, the virtual object placement engine 1307 repeats  
28 blocks 2326, 2328, and 2330 for all virtual object locations. In block 2334, the virtual object  
29 placement engine 1307 determines the best combination of multiple virtual objects for each  
30 virtual object location 37. In block 2336, for the remaining virtual object locations, the virtual

1 object placement engine 1307 assigns the best matching virtual object 38. The process ends with  
2 block 2338.

3 A further embodiment of a virtual objects targeting algorithm presented in Figure 15  
4 will be described with reference to the example values shown in Tables A-E. Various other  
5 prioritizing or ranking schemes may be used as described later.

6 Step 1: In block 2320 in Figure 15, the virtual object placement engine 1307, for a  
7 virtual object location 37, determines the virtual objects with the highest overall ranking if that  
8 virtual object 38 were the only virtual object 38 to be placed in a virtual object location 37 in the  
9 content 36. This step compares the data in Tables D and E. Figure 16 and the description that  
10 follows below present a more detailed embodiment of several of the blocks presented in Figure  
11 15. In step 1a, as an embodiment of block 2421 in Figure 16, the virtual object placement engine  
12 1307 selects the first virtual object location 37 and as an embodiment of block 2421 in Figure 16,  
13 selects the first virtual object 38 to be analyzed. As Step 1b, for that virtual object selected in  
14 Step 1a, the virtual object placement engine 1307 selects the first category, as an embodiment of  
15 block 2423 in Figure 16. Then, the virtual object placement engine 1307 multiplies the virtual  
16 object's Group Ranking Percentage by the virtual object location's Group Breakdown Percentage  
17 for each group as an embodiment of block 2424 in Figure 16 and sums the result, as an  
18 embodiment of block 2425 in Figure 16. As Step 1c, the virtual object placement engine 1307  
19 repeats Step 1b for the next target category, as an embodiment of block 2426 in Figure 16. As  
20 Step 1d, the virtual object placement engine 1307 repeats steps 1b and 1c for each virtual object  
21 38, as an embodiment of block 2427 in Figure 16. As Step 1e, for the virtual object location 37  
22 under consideration, the virtual object placement engine 1307 selects the virtual object/target  
23 category that yields the highest summed value, as an embodiment of block 2428 in Figure 16.  
24 Then, for Step 1f, the virtual object placement engine 1307 repeats Steps 1b-1e for all virtual  
25 object locations, as an embodiment of block 2429 in Figure 16.

26 For example, using virtual object location 1, virtual object 1:

27 target category 1:  $50*25 + 50*25 + 0*25 + 0*25 = 25\%$

28 target category 2:  $30*30 + 10*10 + 20*20 + 40*40 = 30\%$

29 target category 3:  $0*10 + 0*10 + 0*20 + 0*20 + 0*20 + 0*20 = 0\%$

1 The cross-multiplied result then shows a measure of effectiveness for each virtual object  
2 38 if displayed in the corresponding virtual object location 37. Table F below presents the  
3 results of Step 1 above for virtual object location 1

Table F

Virtual object location / Virtual object	Target Category	Group 1	Group 2	Group 3	Group 4	Group 5	Group 6	Sum-mation
1 / 1	1	12.5	12.5	0	0	0	0	25
	2	9	1	4	16	0	0	30
	3	0	0	0	0	0	0	0
1 / 2	1	0	0	12.5	12.5	0	0	25
	2	0	0	0	0	0	0	0
	3	0	0	0	0	0	0	0
1 / 3	1	0	0	0	0	0	0	0
	2	7.5	2.5	5	10	0	0	25
	3	0	0	0	0	0	0	0
1 / 4	1	12.5	0	12.5	0	0	0	25
	2	0	4	8	8	0	0	20
	3	1	3	2	6	2	2	16
1 / 5	1	10	5	5	5	0	0	25
	2	3	3	6	12	0	0	24
	3	3	3	6	1	1	0	14
1 / 6	1	0	0	0	0	0	0	0
	2	0	0	0	0	0	0	0
	3	1	1	2	2	6	6	18
1 / 7	1	5	5	10	5	0	0	25
	2	7.5	2.5	5	10	0	0	25
	3	0	3	4	6	0	4	17
1 / 8	1	7.5	10	0	7.5	0	0	25
	2	9	3	2	12	0	0	26
	3	2	0	4	4	4	4	18

1           Step 2: Returning to Figure 15, for each virtual object 37, the virtual object  
2 placement engine 1307, in block 2322, determines the virtual object/target category combination  
3 that results in the highest overall ranking. In one embodiment the virtual object placement  
4 engine 1307, lists the virtual object locations, the overall ranking, the corresponding virtual  
5 object 38, and the corresponding target category. In case of a tie, the virtual object placement  
6 engine 1307 selects any virtual object 38 with the overall highest ranking. Table G shows the  
7 results. Thus, from Table G, virtual object 4, a virtual object 38 displayed within virtual object  
8 location 4 yields a measure of effectiveness of 50 (highest) and virtual object 8 along within  
9 virtual object location 5 yields a measure of effectiveness of 28.

10

Table G

Virtual Object Location	Highest Ranking	Overall	Corresponding Virtual Object	Corresponding Target Category
Virtual object location 1	30		Virtual Object 1	2
Virtual object location 2	35		Virtual Object 2	1
Virtual object location 3	35		Virtual Object 1	1
Virtual object location 4	50		Virtual Object 4	1
Virtual object location 5	28		Virtual Object 8	2

11           Step 3: In one embodiment of block 2324 in Figure 15, the virtual object placement  
12 engine 1307 orders the resulting list of virtual object locations from Step 2 from lowest overall  
13 ranking to highest overall ranking to compare virtual object/target category combinations for  
14 virtual object locations. Table H shows the results.

1 Table H

Virtual Object Location	Overall Ranking	Corresponding Virtual Object	Corresponding Target Category
Virtual object location 5	28	Virtual Object 8	2
Virtual object location 1	30	Virtual Object 1	2
Virtual object location 2	35	Virtual Object 2	1
Virtual object location 3	35	Virtual Object 1	1
Virtual object location 4	50	Virtual Object 4	1

2 Step 4: In one embodiment of block 2326 in Figure 15, the virtual object placement  
 3 engine 1307 uses the process shown in Figure 17 to determine the best virtual objects to  
 4 associate with a virtual object location 37. The block begins with ellipse 2440. In block 2441 in  
 5 Figure 17, the virtual object placement engine 1307 selects the virtual object location 37 from  
 6 Step 3 resulting in the lowest overall ranking. As Step 4a, for the selected virtual object location  
 7 37, the virtual object placement engine 1307 selects the first target category, as an embodiment  
 8 of block 2442 in Figure 17. As Step 4b, the virtual object placement engine 1307 assembles a  
 9 table showing the product of each virtual object Group Ranking Percentage and virtual object  
 10 location Group Breakdown Percentage combination. Table I below provides an example for  
 11 virtual object location 5 and target category 1.

12 Table I

Virtual Object Location / Virtual Object	Target Category	Group 1	Group 2	Group 3	Group 4	Sum-mation
5 / 1	1	10	15	0	0	25
5 / 2	1	0	0	15	10	25

Virtual Object Location / Virtual Object	Target Category	Group 1	Group 2	Group 3	Group 4	Sum-mation
5 / 3	1	0	0	0	0	0
5 / 4	1	10	0	15	0	25
5 / 5	1	8	6	6	4	24
5 / 6	1	0	0	0	0	0
5 / 7	1	4	6	12	4	26
5 / 8	1	6	12	0	6	24

1 As Step 4c, as an embodiment of block 2443 in Figure 17, the virtual object placement  
 2 engine 1307 finds the product that is the highest. In case of a tie, the virtual object placement  
 3 engine 1307 selects the product that corresponds to the highest summation value for that virtual  
 4 object location / virtual object combination. In case a tie still persists, the virtual object  
 5 placement engine 1307 selects any of the cells with an equivalent value. Table J below shows  
 6 the previous example continued where group 2 for virtual object location / virtual object  
 7 combination 5/1 is selected.

8 Table J

Virtual Object Location / Virtual Object	Target Category	Group 1	Group 2	Group 3	Group 4	Sum-mation
5 / 1	1	10	*15*	0	0	25
5 / 2	1	0	0	15	10	25
5 / 3	1	0	0	0	0	0
5 / 4	1	10	0	15	0	25
5 / 5	1	8	6	6	4	24
5 / 6	1	0	0	0	0	0

Virtual Object Location / Virtual Object	Target Category	Group 1	Group 2	Group 3	Group 4	Summation
5 / 7	1	4	6	12	4	26
5 / 8	1	6	12	0	6	24

Step 5: As an embodiment of block 2444 in Figure 17, the virtual object placement engine 1307 finds the product that is next highest (or the same value as in Step 4), but that is associated with a group not yet selected. Again, in case of a tie, the virtual object placement engine 1307 selects the product that corresponds to the highest summation value for that virtual object location / virtual object combination. In case a tie still persists, the virtual object placement engine 1307 selects any of the cells with an equivalent value. Table K below shows the previous example continued.

Table K

Virtual Object Location /Virtual Object	Target Category	Group 1	Group 2	Group 3	Group 4
5 / 1	1	*10*	*15*	0	0
5 / 2	1	0	0	*15*	*10*
5 / 3	1	0	0	0	0
5 / 4	1	10	0	15	0
5 / 5	1	8	6	6	4
5 / 6	1	0	0	0	0
5 / 7	1	4	6	12	4
5 / 8	1	6	12	0	6

9 Step 6: As an embodiment of block 2446 in Figure 17, the virtual object placement  
10 engine 1307 repeats Step 5 until a product has been selected for all groups. Table L below  
11 continues the example.

Table L

Virtual Object Location / Virtual Object	Target Category	Group 1	Group 2	Group 3	Group 4
5 / 1	1	*10*	*15*	0	0
5 / 2	1	0	0	*15*	*10*
5 / 3	1	0	0	0	0
5 / 4	1	10	0	15	0
5 / 5	1	8	6	6	4
5 / 6	1	0	0	0	0
5 / 7	1	4	6	12	4
5 / 8	1	6	12	0	6

Step 7: As an embodiment of block 2448 in Figure 17, for all virtual objects with products cells selected in Step 6, the virtual object placement engine 1307 calculates the summed products of those selected cells for each virtual object 38. Table M below shows the results.

Table M

Virtual Object Location / Virtual Object	Target Category	Group 1	Group 2	Group 3	Group 4	Sum-mation
5 / 1	1	*10*	*15*	0	0	25
5 / 2	1	0	0	*15*	*10*	25
5 / 3	1	0	0	0	0	0
5 / 4	1	10	0	15	0	0
5 / 5	1	8	6	6	4	0
5 / 6	1	0	0	0	0	0
5 / 7	1	4	6	12	4	0

Virtual Object Location / Virtual Object	Target Category	Group 1	Group 2	Group 3	Group 4	Sum-mation
5 / 8	1	6	12	0	6	0

1 Step 8: As an embodiment of block 2450 in Figure 17, the virtual object placement  
 2 engine 1307 orders the virtual objects in Step 7 from highest summed value to lowest. In case of  
 3 equal summed values, the virtual object placement engine 1307 arbitrarily orders those virtual  
 4 objects with the same summed value. Table N presents the example results.

5 Table N

Virtual Object Location / Virtual Object	Target Category	Group 1	Group 2	Group 3	Group 4	Sum-mation
5 / 1	1	10	15	0	0	25
5 / 2	1	1	0	15	10	25

6 Step 9: As Step 9a, if the number of virtual objects selected in Step 8 exceeds  
 7 [MAX\_VIRTUAL OBJECTS], the virtual object placement engine 1307 selects the first  
 8 [MAX\_VIRTUAL OBJECTS] virtual objects with the summed value as an embodiment of block  
 9 2452 in Figure 17. For example, if it is desired to assign at most two virtual objects to a virtual  
 10 object location 37, the virtual object placement engine 1307 selects the two virtual objects with  
 11 the highest virtual object Group Ranking Percentage and virtual object location Group  
 12 Breakdown Percentage products. Next, as Step 9b, for the unselected virtual objects, the virtual  
 13 object placement engine 1307 determines those groups that were associated with these omitted  
 14 virtual objects, as an embodiment of block 2454 in Figure 17.

15 Step 10: As an embodiment of block 2456 in Figure 17, for the virtual objects  
 16 associated with the groups determined in Step 9b, the virtual object placement engine 1307  
 17 selects the product within that group that is the highest for the [MAX\_VIRTUAL OBJECT]  
 18 selected virtual objects from Step 9a. The virtual object placement engine 1307 recalculates the  
 19 summed products of those selected groups cells for each of the virtual objects. Table O below  
 20 provides a new example, assuming [MAX\_VIRTUAL OBJECTS] = 2; therefore, groups 5 and 6,

1 which are associated with virtual object 6, may be reallocated to virtual objects 7 & 5,  
2 respectively.

3 Table O

4 Result before Step 10 is shown below:

Virtual object location / Virtual object	Target Category	Group 1	Group 2	Group 3	Group 4	Group 5	Group 6	Sum-mation
5 / 7	3	0	*9*	2	*9*	0	2	18
5 / 5	3	*3*	9	*3*	1.5	0.5	0	6
5 / 6	3	1	3	1	3	*3*	*3*	6

5  
5 Result after Step 10 is shown below:

Virtual object location / Virtual object	Target Category	Group 1	Group 2	Group 3	Group 4	Group 5	Group 6	Sum-mation
5 / 7	3	0	*9*	2	*9*	0	*2*	20
5 / 5	3	*3*	9	*3*	1.5	*0.5*	0	6.5
5 / 6	3	1	3	1	3	3	3	0

6 Step 11: As an embodiment of block 2458 in Figure 17, the virtual object placement  
7 engine 1307 calculates the total summed product value for all virtual objects selected in Step 10.  
8 From Table P, this value is 26.5. The resultant groups selected for each virtual object 38 will  
9 serve as the group assignments if this virtual object location / target category ultimately results in  
10 the best match, as determined in the remaining steps of the algorithm.

Table P

Virtual object location / Virtual object	Target Category	Group 1	Group 2	Group 3	Group 4	Group 5	Group 6	Summation
5 / 7	3	0	*9*	2	*9*	0	*2*	20
5 / 5	3	*3*	9	*3*	1.5	0.5	0	6.5
Total summed product values								26.5

2 Step 12: The virtual object placement engine 1307 repeats steps 4-11 above for the  
 3 same selected virtual object location 37 of Step 4 using the remaining target categories, as an  
 4 embodiment of block 2328 in Figure 15. The Table Q example below provides the output results  
 5 for each of the three example target categories.

Table Q

Virtual object location / Virtual object	Target Category	Group 1	Group 2	Group 3	Group 4	Sum-mation		
5 / 1	1	*10*	*15*	0	0	25		
5 / 2	1	0	0	*15*	*10*	25		
Total summed product values						50		
Virtual object location / Virtual object	Target Category	Group 1	Group 2	Group 3	Group 4	Group 5	Group 6	Sum-mation
5 / 1	2	*9*	3	2	*12*	0	0	21
5 / 4	2	0	*12*	*4*	6	0	0	16
Total summed product values						37		
Virtual object location / Virtual object	Target Category	Group 1	Group 2	Group 3	Group 4	Group 5	Group 6	Sum-mation
5 / 7	3	0	*9*	2	*9*	0	*2*	20
5 / 5	3	*3*	9	*3*	1.5	*0.5*	0	6.5
Total summed product values						26.5		

2 Step 13: As an embodiment of block 2330 in Figure 15, the virtual object placement  
 3 engine 1307 selects the target category that yields the highest total summed product amount.  
 4 The virtual object placement engine 1307 assigns this as the Maximum Rank for that virtual  
 5 object location 37. In the case above, the virtual object placement engine 1307 would assign  
 6 target category 1, with a value of 50 that is selected.

1           Step 14: As an embodiment of block 2332 in Figure 15, the virtual object placement  
2 engine 1307 repeats Steps 4-13 for the virtual object location 37 selected in Step 4 with the next  
3 lowest overall ranking, computing the Maximum Rank for each virtual object location 37.

4           Step 15: As an embodiment of block 2334 in Figure 15, the virtual object placement  
5 engine 1307 uses the available [MAX\_VIRTUAL OBJECTS] virtual objects for the virtual  
6 object locations up to the maximum number of [TOTAL\_VIRTUAL OBJECTS] that yield the  
7 largest Maximum Rank. The virtual object placement engine 1307 makes use of the relevant  
8 target category determined in Step 13, with virtual objects as determined in Step 10, with group  
9 assignments as determined in Step 11.

10          Step 16: As an embodiment of block 2336 in Figure 15, for all other virtual object  
11 locations, the virtual object placement engine 1307 assigns the single virtual objects that yielded  
12 the highest Overall Ranking as determined in Step 2.

13          The above algorithm performed by the virtual object placement engine 1307 is meant to  
14 be illustrative and not limiting. Other algorithms are possible for assigning targeted virtual  
15 objects to groups of reception sites or to individual reception sites. Other targeted virtual object  
16 routines can also be used by the virtual object placement engine 1307.

17          The above algorithm can be simplified in the case where virtual objects are being  
18 selected to be delivered with the content 36 to be received by a single subscriber or reception site  
19 30. In this case, prior to initiating the steps in the algorithm, the virtual object location Group  
20 Breakdown Percentages table may be modified to display a group breakdown percentage of 0 for  
21 all groups that the subscriber does not belong to for each target category.

22          An alternate virtual object targeting routine 1374 is described in U.S. Patent 5,600,364,  
23 to Hendricks, John S, entitled NETWORK CONTROLLER FOR CABLE TELEVISION  
24 DELIVERY SYSTEM, which is hereby incorporated by reference. In this alternative, software  
25 in the virtual object targeting system 1220 generates packages of virtual objects geared towards  
26 particular subscribers and makes use of a subscriber's demographic information and viewing  
27 habits to determine those virtual objects that are of most interest to that particular subscriber.  
28 The routine 1374 then outputs packages of virtual objects targeted towards each subscriber or  
29 group of subscribers.

30          Figure 18 shows the seven primary functions of an alternate virtual object targeting  
31 routine 1374. The function of the routine 1374 is to target virtual objects for reception sites

1 based on historical programs watched data and other data that is available at the TVOMS 300.  
2 In the discussion that follows, the alternate virtual object targeting routine 1374 is described as  
3 executed at the TVOMS 300.

4 The process may be initiated as shown at initiation ellipse 1420. In the first subroutine,  
5 identified at block 1422, the virtual object targeting system 1220 determines the programs  
6 watched matrices stored in the subscriber information database 1210. The determine programs  
7 watched matrices subroutine 1422 uses a unique reception site ID to access a specific matrix for  
8 one reception site. These matrices are maintained and updated by periodic collections by the  
9 operations center 10 of accumulated information from the reception sites.

10 In the second subroutine, shown at block 1424, the virtual object targeting system 1220  
11 develops other matrices based on other available information. To develop other matrices based  
12 on other available information subroutine 1424 is an optional subroutine not required for the  
13 functioning of the system. For groups of reception sites or for each individual reception site,  
14 matrices may be developed based on the demographic information, billing information, pricing  
15 information, age information and other information that may be stored in the subscriber  
16 information database 1210.

17 In the process matrices through correlation algorithms subroutine, block 1426, the  
18 virtual object targeting system 1220 processes all matrices through a set of correlation  
19 algorithms. In particular, the virtual object targeting system 1220 takes matrices developed in  
20 the first two subroutines 1422 and 1424 and processes the matrices until reaching a final matrix.

21 Figure 19 shows an embodiment of the matrices processing subroutine 1426 that is  
22 called by the virtual objects targeting sequence 1374 shown in Figure 18. As shown in Figure  
23 19, the virtual object targeting system 1220 initiates the matrices processing subroutine 1426 at  
24 initiation ellipse 1427 and then accesses or queries, at block 1420, the programs watched file and  
25 gathers information regarding either an individual subscriber or a group of subscribers. The  
26 virtual object targeting system 1220 can gather the programs watched information in this way for  
27 individual subscribers or a group of subscribers.

28 Once the programs watched information has been gathered in the database, the virtual  
29 object targeting system 1220 selects and groups, at block 1430, programs watched categories and  
30 time periods. The software initially takes each program category (e.g., sports, news, mysteries,  
31 etc.) and determines the number of programs watched for a given time. The periods may be set

1 to any length of time, including, for example, one, two, three or four weeks. The virtual object  
2 targeting system 1220 will loop through such a counting process for each group and period and  
3 then proceed to build a programs watched matrix, at block 1432, based on the program  
4 categories and periods. Essentially, all programs watched in a particular category and time  
5 period will be entered into the programs watched matrix. Once the matrix has been built, the  
6 virtual object targeting system 1220, using matrices processing subroutine 1426, will process the  
7 matrix for a given subscriber or group of subscribers through the correlation algorithms.

8 A number of correlation algorithms may be used to weight each selected program  
9 category. For example, as shown at block 1434, the virtual object targeting system 1220 may  
10 use a sum of squares algorithm to determine the weighting. Once weighted, the weighted  
11 categories will be correlated by the virtual object targeting system 1220 at block 1436, with  
12 various virtual objects stored in the available virtual objects database 1265. The virtual object  
13 targeting system 1220 then selects a set of the most heavily weighted virtual objects for inclusion  
14 within the content 36 to be delivered to individual subscribers or groups of subscribers. Having  
15 determined the weightings of each group and prioritizing the groups accordingly, the virtual  
16 object targeting system 1220 returns, block 1438, to the virtual objects targeting sequence 1374  
17 of Figure 18.

18 Referring back to Figure 18, in the fourth subroutine, as represented at block 1428, the  
19 virtual object targeting system 1220 uses the final matrix developed by the correlation and  
20 weighing algorithm described above, to select a grouping (or selective filter) for each reception  
21 site 30. The final groupings of virtual objects that may be sent to the reception sites or group of  
22 reception sites may use a subroutine as diagrammed in Figure 20.

23 The fourth subroutine 1428, depicted in Figure 20, is called or initiated by the virtual  
24 objects targeting sequence 1374 of Figure 18 in order to determine the final groupings. In the  
25 subroutine shown at block 1444, the virtual object targeting system 1220 selects a set of virtual  
26 objects that will be used in the chosen groupings. This selection process may involve virtual  
27 objects from various virtual objects categories. Each virtual object 38 may subsequently be  
28 assigned a number of times that it will be shown in a given segment of content 36. The  
29 frequency of display may be based on various factors, including the number of requests and cost  
30 paid by the respective advertisers to have the virtual objects displayed, as shown in block 1446.  
31 Such factors may be used by the virtual object targeting system 1220 in the next step of the

1 subroutine, at block 1448, at which the virtual object targeting system 1220 assigns a weighting  
2 to specific virtual objects in each virtual objects category. These weightings are used to  
3 prioritize the virtual objects that will be sent to individual reception sites or group of reception  
4 sites.

5 Once the virtual objects have been weighted, the virtual object targeting system 1220  
6 executes a correlation algorithm, at block 1450, using selected criteria (i.e., the various factors  
7 used to weight the virtual objects) as well as the output of each programs watched matrix. Any  
8 number of correlation algorithms and weighting algorithms may be used, including the sum of  
9 squares weighting algorithm described above.

10 The results from the correlation algorithm subsequently determine the virtual objects  
11 and program content 36 that is sent to the virtual object targeting system 1220 for distribution.

12 Once the virtual object targeting system 1220 at the fourth subroutine 1428 completes these  
13 steps, the subscriber information database 1210 updates the subscriber record based on the  
14 virtual objects that are sent, as shown at block 1454. The database update allows the advertisers  
15 to track the costs and frequency of the virtual objects targeted to specific reception sites or  
16 groups of reception sites. Following the updates, the virtual object targeting system 1220 returns  
17 to the virtual objects targeting sequence shown in Figure 18, block 1456.

18 Referring to Figure 21, reception site groupings (1 through 5) 1460 are shown. The  
19 number of reception site groupings available may be determined by the bandwidth available to  
20 transmit virtual objects along with content 36. The available bandwidth or resources provided by  
21 the delivery network 11 may limit the number of virtual objects that are available to distribute to  
22 the reception site 30.

23 Referring back to Figure 18, the virtual object targeting system 1220 at the fifth  
24 subroutine, represented at block 1466, prepares reception site group information for transmission  
25 to the reception sites along with the requested content 36.

26 In the sixth subroutine, block 1468, the virtual object targeting system 1220 selects the  
27 targeted virtual objects. The sixth subroutine 1468 is the last decision making process in  
28 displaying a targeted virtual objects for a subscriber. As shown in block 1469, the reception site  
29 30 then displays the targeted virtual objects with the content 36.

30 As noted above, targeted advertising can be based on viewing a specific program or a  
31 category of programming content 36. In an embodiment, the reception site 30 performs this last

1 step by correlating (or matching) the program being watched by the subscriber with the reception  
2 site group information that has been previously transmitted by the TVOMS 300. Figure 21  
3 shows an exemplary table matching reception site groups 1460 and program categories 1470  
4 with specific virtual objects. The virtual objects are shown in Figure 22 at 1474 and are assigned  
5 Roman numerals I through X, for example. The number of reception site groupings and virtual  
6 objects can vary. Figure 22 shows a division of available bandwidth to carry ten virtual objects.  
7 In this example, the virtual objects 1474 are numbered 1101-1110.

8 The TVOMS 300 will transmit group information to a reception site 30 shown as row  
9 names 1460 on Figure 21. The TVOMS 300 will also transmit data that informs the reception  
10 site 30 which of the multiple virtual objects 1474 is assigned to a program category shown as  
11 columns 1470 on Figure 21. Each reception site 30 only requires the data related to that  
12 reception site's assigned group (or row). For example, in Figure 21, the reception site 30 in  
13 group 1 (row 1) is provided with data on the virtual objects which are assigned for sports  
14 program as I, children's program as IV and mystery category program as III. In this manner,  
15 each reception site 30 is only required to store information related to its own grouping.  
16 Therefore, a reception site 30 that is in group 1 only needs to store the information related to  
17 group 1 that is found in row 1 of Figure 21.

18 Figure 23 shows a software program flow 1490 that is an alternative to the virtual object  
19 targeting system 1220 targeting routine 1374, depicted in Figure 18. The alternative routine  
20 1490 allows each reception site 30 to be individually targeted with specific virtual objects.  
21 Preferably, it is initiated automatically, as shown at block 1492, by the TVOMS 300 upon receipt  
22 of a program request from a reception site, for example, for a pay per view program. Thus, once  
23 the TVOMS 300 receives program request information from a reception site, the TVOMS 300  
24 begins the process of selecting a package of virtual objects that may be based on, among other  
25 things, that subscriber's demographic information and viewing history.

26 Upon receipt of a program request from a reception site, the virtual object targeting  
27 system 1220 reads the reception site identifier, as shown at block 1494, and the program  
28 requested. The subscriber data collection engine 1202 writes information on the program  
29 requested to the subscriber information database 1210, updating the subscriber record that  
30 contains listings of all programs requested within the past week, month or year.

1       With continued reference to Figure 23, the virtual object targeting system 1220 then  
2    calls a subroutine that sorts the programs requested by program category, block 1498. In turn,  
3    the program categories are sorted, as shown at block 1500, based on the number of times that  
4    program appearing in each particular category is requested. In so doing, virtual object targeting  
5    system 1220, using the sorting subroutine as shown at block 1500, determines and ranks those  
6    programs and program categories that are most frequently viewed at that reception site.

7       All rankings of programs and program categories for that reception site 30 are written to  
8    the subscriber information database 1210, as shown at block 1502.

9       Next, the virtual object targeting system 1220 calls a subroutine, shown at block 1504,  
10    that correlates the updated subscriber record with the available virtual objects database 1265. By  
11    correlating these two with one another, the subroutine assigns or correlates various categories of  
12    virtual objects to each ranking of programs and program categories. The categories of virtual  
13    objects that may be so assigned are found in the available virtual objects database 1265 and may  
14    include: (1) Household Goods/Products, (2) Home Improvement and Maintenance, (3) Personal  
15    Hygiene, (4) Entertainment Items and Events, (5) Sporting Goods and Events, (6) Motor  
16    Vehicles and Related Products, (7) Foodstuffs and Beverages, and (8) Miscellaneous, for  
17    example. Where, for example, the subscriber has watched a sporting program, the Sporting  
18    Goods and Events, Home Improvement and Maintenance categories may be assigned to that  
19    particular sporting event/ program and Sports program category, for example.

20       Once the programs and program categories are correlated with the virtual objects  
21    categories in the available virtual objects database 1265, the virtual object targeting system 1220  
22    calls a sorting subroutine 1506 that ranks the correlated virtual objects categories based on other  
23    information in the database files. In one embodiment, this ranking is primarily based on data in  
24    the updated subscriber information database 1210, as shown at block 1506. By using data on the  
25    subscriber's past program selections and demographic information, the virtual object targeting  
26    system 1220 ranks the correlated categories of virtual objects according to those likely to be of  
27    most interest to that subscriber.

28       After the virtual object categories have been sorted and ranked, the virtual object  
29    targeting system 1220 selects the top three virtual objects categories as the targeted categories  
30    for a given program and subscriber, block 1508. Individual virtual objects are then chosen from  
31    the available virtual objects database 1265, with all selections made from the targeted categories,

1 at block 1510. The virtual objects that are selected are written to the subscriber information  
2 database 1210 and to the content and virtual object packager 30, from where packages can be  
3 generated, at block 1512, for ultimate delivery to the reception site.

4 Figure 24 depicts the object delivery center 15. The object delivery center 15 receives  
5 content 36, virtual objects, retrieval plans, and other information from the operations center 10  
6 that is to be transmitted to reception sites. The communication processor 16 in the object  
7 delivery center 15 may determine the delivery network and communications methods appropriate  
8 for each item to be delivered, may combine items to be delivered to common destinations, may  
9 format the items for delivery, and provide the formatted items to the processing router 17. The  
10 processing router 17 may then route each item to the appropriate modular connector 700, for  
11 example modular connector 700', modular connector 700", or modular connector 700'',  
12 depending on the required delivery network 11 and communication method.

13 A number of embodiments of delivery networks 11, 12, and 14 are presented below.  
14 The embodiments presented below may use the object delivery center 15, which inserts the  
15 virtual objects into the signal for delivery over the delivery network 11 or 12. The embodiments  
16 presented below use a modular connector 700 in the reception site 30, that receives the delivered  
17 signal with virtual objects, extracts the virtual objects, and provides the virtual objects to the  
18 storage management processor 710. The modular connector 700 supports the receive  
19 functionality for each unique delivery network communication method embodiment.

20 Figure 25 presents embodiments associated with the delivery of virtual objects over a  
21 coaxial or fiber cable system 2701 to a reception site 30. Virtual objects are provided to the  
22 delivery network 11 by the object delivery center 15 or directly by the operations center 10.  
23 Alternatively, content 36 and virtual objects may be provided to the reception site 30 from the  
24 object delivery center 15 or from the local insertion center 20 using delivery network 12. The  
25 signal is delivered over the cable system 2701 delivery network. The signal may provide for the  
26 delivery of virtual objects, content 36 containing virtual object locations, and reception site  
27 configuration and control information. The signal may also provide for virtual object viewing  
28 data and interactive virtual object requests from the reception site 30 to the local data collection  
29 center 40, to the central data collection center 50, or to the interactive object service center 60  
30 using delivery network 14 or the signal may be a means to provide access to the Internet or other  
31 public network through which virtual objects or content 36 are delivered (not shown). The cable

1 system 2701 may be a coaxial cable network, totally fiber network, hybrid fiber coax network,  
2 fiber to the curb network, or any other cable distribution technology. The signal over the cable  
3 system may be generated by a cable modem, in which an external cable modem 2702 is used to  
4 receive the signal and provide the embedded virtual objects to the modular connector 700 in the  
5 reception site 30 for processing. Alternatively, the reception site 30 may contain an internal  
6 cable modem 2705, which receives the signal and provides the virtual objects to the modular  
7 connector 700 for processing.

8 In another embodiment, the signal delivered over the cable system is a video signal. In  
9 one embodiment, the video signal is an analog video signal. In another embodiment, the video  
10 signal is a digital video signal. The reception site 30 may contain an internal cable  
11 receiver/tuner/demodulator 2706 to process the signal, and provide the embedded virtual objects  
12 to the modular connector 700. A set top terminal 2703, or other device capable of receiving a  
13 cable video signal, such as a cable ready TV, or PC with cable tuner (not shown), may process  
14 the video signal and deliver the video signal to the connector 700 in the reception site 30, which  
15 extracts the embedded virtual objects. Alternately, the set top terminal 2703, or other such  
16 device, may extract the embedded virtual objects from the video signal and provide the virtual  
17 objects to the modular connector 700 in the reception site 30

18 In another embodiment, virtual objects may be embedded within the audio signal,  
19 requiring an appropriate audio-capable modular connector 700 in the reception site 30 to extract  
20 the virtual objects from the audio signal. In one embodiment, the audio signal is an analog audio  
21 signal. In another embodiment, the audio signal is a digital audio signal.

22 In yet another embodiment, the signal is a spread spectrum signal containing a digital  
23 data stream, requiring an appropriate spread spectrum receiver and modular connector 700 in the  
24 reception site 30 to extract the virtual objects. In this embodiment, the spread spectrum signal is  
25 transmitted in the same bandwidth as the video or audio signal, but below the noise level.

26 Figure 26 presents embodiments associated with the delivery of virtual objects over a  
27 wireless broadcast system 2801 to a reception site 30. Virtual objects are provided to the  
28 delivery network 11 by the object delivery center 15 or directly by the operations center 10.  
29 Alternatively, content 36 and virtual objects may be provided to the reception site 30 from the  
30 object delivery center 15 or from the local insertion center 20 using delivery network 12. The  
31 signal is delivered over the wireless broadcast system 2801 delivery network. The signal may

1 provide for the delivery of virtual objects, content 36 containing virtual object locations, and  
2 reception site configuration and control information. The signal may also provide for virtual  
3 object viewing data and interactive virtual object requests from the reception site 30 to the local  
4 data collection center 40, to the central data collection center 50, or to the interactive object  
5 service center 60 using delivery network 14 or the signal may be a means to provide access to  
6 the Internet or other public network through which virtual objects or content 36 are delivered.  
7 The wireless broadcast system may be a microwave multipoint delivery system (MMDS), local  
8 multipoint distribution system (LMDS), Instructional Television Fixed Service (ITFS) system, or  
9 any other wireless data, video, or telephony broadcast system, including point-to-point and  
10 point-to-multipoint microwave broadcast systems like those provided by Teligent, Winstar  
11 digital wireless network, and ATT's wireless system. The signal over the wireless broadcast  
12 system may be generated by a wireless modem, in which an external wireless modem 2802 is  
13 used to receive the signal and provide the embedded virtual objects to the modular connector 700  
14 in the reception site 30 for processing. Alternatively, the reception site 30 may contain an  
15 internal wireless modem 2805, which receives the signal and provides the virtual objects to the  
16 modular connector 700 in the reception site 30 for processing.

17 In another embodiment, the signal delivered over the wireless broadcast system is a  
18 video signal. In one embodiment, the video signal is an analog video signal. In another  
19 embodiment, the video signal is a digital video signal. The reception site 30 may contain an  
20 internal wireless receiver/tuner/demodulator 2806 to process the signal, and provide the  
21 embedded virtual objects to the modular connector 700. A wireless set-top terminal 2803, or  
22 other device capable of receiving a wireless video signal, such as a TV, or PC with a wireless  
23 receiver and tuner, may process the video signal and deliver the video signal to the modular  
24 connector 700 in the reception site 30, which extracts the embedded virtual objects. Alternately,  
25 the set top terminal 2803, or other such device, may extract the embedded virtual objects from  
26 the video signal and provide the data to the modular connector 700 in the reception site 30.

27 In another embodiment, virtual objects may be embedded within the audio signal,  
28 requiring an appropriate audio-capable modular connector 700 in the reception site 30 to extract  
29 the virtual objects from the audio signal. In one embodiment, the audio signal is an analog audio  
30 signal. In another embodiment, the audio signal is a digital audio signal.

1        In yet another embodiment, the signal is a spread spectrum signal containing a digital  
2 data stream, requiring an appropriate spread spectrum receiver modular connector 700 in the  
3 reception site 30 to extract the virtual objects. In this embodiment, the spread spectrum signal is  
4 transmitted in the same bandwidth as the video or audio signal, but below the noise level.

5        Figure 27 presents embodiments associated with the delivery of virtual objects over a  
6 satellite broadcast system 2901 to a reception site 30. Virtual objects are provided to the  
7 delivery network 11 by the object delivery center 15 or directly by the operations center 10.  
8 Alternatively, content 36 and virtual objects may be provided to the reception site 30 from the  
9 object delivery center 15 or from the local insertion center 20 using delivery network 12. The  
10 signal is delivered over the satellite broadcast system 2901 delivery network. The signal may  
11 provide for the delivery of virtual objects, content 36 containing virtual object locations, and  
12 reception site configuration and control information. The signal may also provide for virtual  
13 object viewing data and interactive virtual object requests from the reception site 30 to the local  
14 data collection center 40, to the central data collection center 50, or to the interactive object  
15 service center 60 using delivery network 14 or the signal may be a means to provide access to  
16 the Internet or other public network through which virtual objects or content 36 are delivered.  
17 The satellite broadcast system 2901 can be a direct broadcast system like DirecTV and EchoStar,  
18 a direct to home satellite broadcast system, video network distribution broadcast system, a  
19 point-to-point or point-to-multipoint data VSAT system, a digital audio broadcast system like  
20 WorldSpace, Sirius – formerly CD Radio, or XM, or a mobile data and telephony satellite  
21 broadcast system like Iridium, Teledesic, or Globalstar. Alternatively, the satellite broadcast  
22 system can be regionalized broadcast services or store and forward communication services  
23 hosted on high flying balloons or on airplanes that provide communication repeater services to  
24 an small geographic region. The signal over the satellite broadcast system may be generated by  
25 a satellite data modem, in which an external satellite data receiver 2902 is used to receive the  
26 signal and provide the embedded virtual objects to the reception site 30 modular connector 700  
27 for processing. Alternatively, the reception site 30 may contain an internal satellite receiver  
28 2905, which receives the signal and provides the virtual objects to the modular connector 700 in  
29 the reception site 30 for processing.

30        In another embodiment, the signal delivered over the satellite broadcast system is a  
31 video signal. In one embodiment, the video signal is an analog video signal. In another

1 embodiment, the video signal is a digital video signal. The reception site 30 may contain an  
2 internal satellite video receiver 2906 to process the signal, and provide the embedded virtual  
3 objects to the modular connector 700. A satellite receiver 2903, or other device capable of  
4 receiving a satellite video signal, such as a TV, or PC with satellite receiver, may process the  
5 video signal and deliver the video signal to the modular connector 700 in the reception site 30,  
6 which extracts the embedded virtual objects. Alternately, the satellite receiver 2903, or other  
7 such device, may extract the embedded virtual objects from the video signal and provide the data  
8 to the modular connector in the reception site 258.

9 In another embodiment, virtual objects may be embedded within the audio signal,  
10 requiring an appropriate audio-capable modular connector 700 in the reception site 30 to extract  
11 the virtual objects from the audio signal. In one embodiment, the audio signal is an analog audio  
12 signal. In another embodiment, the audio signal is a digital audio signal.

13 In yet another embodiment, the signal is a spread spectrum signal containing a digital  
14 data stream, requiring an appropriate spread spectrum receiver modular connector 700 in the  
15 reception site 30 to extract the virtual objects. In this embodiment, the spread spectrum signal is  
16 transmitted in the same bandwidth as the video or audio signal, but below the noise level.

17 Figure 28 presents embodiments associated with the delivery of virtual objects over a  
18 wired data network 3001 to a reception site 30. Virtual objects are provided to the delivery  
19 network 11 by the object delivery center 15 or directly by the operations center 10.  
20 Alternatively, content 36 and virtual objects may be provided to the reception site 30 from the  
21 object delivery center 15 or from the local insertion center 20 using delivery network 12. The  
22 signal is delivered over the wired data network 3001 delivery network. The signal may provide  
23 for the delivery of virtual objects, content 36 containing virtual object locations, and reception  
24 site configuration and control information. The signal may also provide for virtual object  
25 viewing data and interactive virtual object requests from the reception site 30 to the local data  
26 collection center 40, to the central data collection center 50, or to the interactive object service  
27 center 60 using delivery network 14 or the signal may be a means to provide access to the  
28 Internet or other public network through which virtual objects or content 36 are delivered. The  
29 wired data network 3001 can be metallic wire or fiber, supporting any of a number of a number of  
30 communication standards including HDSL, ADSL, DSL, ISDN, T1, T3, SONET, ATM, X.25,  
31 frame relay, Switched MultiMegabit Data Service (SMDS), or others. The signal sent over the

1 wired data network may be generated by a data modem or transmission device, in which the  
2 appropriate modem, interface device, or Data Terminating Equipment (DTE) device is used to  
3 receive the signal and provide the embedded virtual objects to the reception site 30 modular  
4 connector 700 for processing. Embodiments of such receiving devices are shown in Figure 28 as  
5 HDSL modem 3002, ADSL modem 3003, DSL modem 3003, ISDN Terminal equipment (TE)  
6 device 3005, T1 Digital service unit (DSU) 3006, T3 DSU 3007, Fiber user network interface  
7 device (UNI) 3008, ATM UNI 3009, X.25 DTE 3010, Frame relay assembler/disassembler  
8 (FRAD) 3011, and SMDS subscriber network interface device (SNI) 3012. Alternatively, the  
9 reception site 30 may contain an internal modem or DTE 3013, which receives one or more  
10 signal types and provides the received signal with embedded virtual objects to the modular  
11 connector 700 in the reception site 30 for processing. Finally, the reception site 30 may be  
12 attached to a wired LAN using a transceiver. In this embodiment, virtual objects may be  
13 delivered over the LAN at any time.

14 Figure 29 presents embodiments associated with the delivery of virtual objects using the  
15 public switched telephony network (PSTN) 3101 to a reception site 30. Virtual objects are  
16 provided to the delivery network 11 by the object delivery center 15 or directly by the operations  
17 center 10. Alternatively, content 36 and virtual objects may be provided to the reception site 30  
18 from the object delivery center 15 or from the local insertion center 20 using delivery network  
19 12. The signal is delivered over the PSTN 3101 delivery network. The signal may provide for  
20 the delivery of virtual objects, content 36 containing virtual object locations, and reception site  
21 configuration and control information. The signal may also provide for virtual object viewing  
22 data and interactive virtual object requests from the reception site 30 to the local data collection  
23 center 40, to the central data collection center 50, or to the interactive object service center 60  
24 using delivery network 14 or the signal may be a means to provide access to the Internet or other  
25 public network through which virtual objects or content 36 are delivered. The signal sent over  
26 the PSTN may be generated by a data modem or transmission device, in which the appropriate  
27 modem 3102 is used to receive the signal and provide the embedded virtual objects to the  
28 modular connector 700 in the reception site 30 for processing. Alternatively, the reception site  
29 30 may contain an internal modem 3103, which receives the signal and provides the received  
30 signal with embedded virtual objects to the modular connector 700 in the reception site 30 for  
31 processing.

1           Figure 30 presents embodiments associated with the delivery of virtual objects using  
2 wireless personal communications system (PCS) 3201 to a reception site 30. Virtual objects are  
3 provided to the delivery network 11 by the object delivery center 15 or directly by the operations  
4 center 10. Alternatively, content 36 and virtual objects may be provided to the reception site 30  
5 from the object delivery center 15 or from the local insertion center 20 using delivery network  
6 12. The signal is then delivered over the PCS network 3201 delivery network. The wireless  
7 PCS system may be, for example a wireless LAN, digital cellular telephony network, analog  
8 cellular telephony network, digital cellular radio system, analog cellular radio system, digital  
9 pager network, analog pager network, or Personal Communication Network (PCN). The signal  
10 may provide for the delivery of virtual objects, content 36 containing virtual object locations,  
11 and reception site configuration and control information. The signal may also provide for virtual  
12 object viewing data and interactive virtual object requests from the reception site 30 to the local  
13 data collection center 40, to the central data collection center 50, or to the interactive object  
14 service center 60 using delivery network 14 or the signal may be a means to provide access to  
15 the Internet or other public network through which virtual objects or content 36 are delivered. A  
16 wireless PCS receiver 3202 is used to receive the signal and provide the embedded virtual  
17 objects to the modular connector 700 in the reception site 30 for processing. Alternatively, the  
18 reception site 258 may contain an internal wireless PCS receiver 3203, which receives the signal  
19 and provides the received signal with embedded virtual objects to the modular connector 700 in  
20 the reception site 30 for processing.

21           Figure 31 depicts several embodiments associated with the delivery of virtual objects  
22 using a national or local television broadcaster's signal. Virtual objects are provided to the either  
23 the national broadcaster 1110, the broadcast affiliate 1112, or the local cable system 1114 by the  
24 object delivery center 15 or directly by the operations center 10. The signal from the national  
25 broadcaster 1110 can be delivered to reception site 30', 30" or 30"" using a satellite system 1122,  
26 using a broadcast affiliate 1112 terrestrially, or using a local cable system 1114. Alternatively,  
27 the local television broadcast affiliate 1112 can originate the signal which can be delivered to the  
28 reception site 30', 30" or 30"" terrestrially, or using a local cable system 1114. The signal may  
29 provide for the delivery of virtual objects, content 36 containing virtual object locations, and  
30 reception site configuration and control information. The signal may also provide for virtual  
31 object viewing data and interactive virtual object requests from the reception sites 30', 30", and

1 30"" to the local data collection center 40, to the central data collection center 50, or to the  
2 interactive object service center 60 using delivery network 14 or the signal may be a means to  
3 provide access to the Internet or other public network through which virtual objects or content 36  
4 are delivered. In one embodiment, the video signal is an analog video signal and the virtual  
5 objects is embedded in the video signal. In another embodiment, the video signal is a digital  
6 video signal and the virtual objects are carried as an independent data stream. In another  
7 embodiment, virtual objects may be embedded within the audio signal. In one embodiment, the  
8 audio signal is an analog audio signal. In another embodiment, the audio signal is a digital audio  
9 signal.

10 In yet another embodiment, the signal is a spread spectrum signal containing a digital  
11 data stream, requiring an appropriate spread spectrum receiver modular connector, such as the  
12 connector 700 of Figure 33, in the reception site 30', 30" or 30"" to extract the virtual objects. In  
13 this embodiment, the spread spectrum signal is transmitted in the same bandwidth as the video or  
14 audio signal, but below the noise level.

15 Alternatively, several embodiments are associated with the delivery of virtual objects  
16 using a national or local radio broadcaster's signal. The signal from the national radio  
17 broadcaster can be delivered to the reception site 30', 30" or 30"" using the satellite system 1122,  
18 or using a broadcast affiliate 1122. Alternatively, the radio broadcast affiliate 1122 can originate  
19 the signal, which can be delivered to the reception site 30', 30" or 30"", terrestrially. In one  
20 embodiment, the audio signal is an analog audio signal and the virtual objects is embedded in the  
21 audio signal. In another embodiment, the audio signal is a digital audio signal and the virtual  
22 objects are carried as an independent data stream. In yet another embodiment, the virtual objects  
23 are embedded in a sub-carrier of the analog audio broadcast. In another embodiment, the signal  
24 is a spread spectrum signal containing a digital data stream, requiring an appropriate spread  
25 spectrum receiver modular connector 700 in the reception site 30', 30" or 30"" to extract the  
26 virtual objects. In this embodiment, the spread spectrum signal is transmitted in the same  
27 bandwidth as the audio signal, but below the noise level.

28 A local insertion center 20 or multiple local insertion centers may optionally be used to  
29 insert virtual objects into content 36 provided by an operations center 10 or another local  
30 insertion center 20, and any other content source. A local insertion center 20 may perform the  
31 same functions as an operations center 10. Figure 32 depicts a local insertion center 20. As

1 shown in Figure 32, the local insertion center 20 includes a virtual object location definer 100', a  
2 virtual object selector 200', and a targeted virtual object management system 300' (TVOMS)  
3 which are identical to the virtual object location definer 100, a virtual object selector 200, and a  
4 targeted virtual object management system 300 (TVOMS) of an operations center 10. A local  
5 insertion center 20 may detect existing virtual object locations in content 36 and replace existing  
6 virtual objects with new virtual objects, delete existing virtual objects, or add new virtual objects  
7 in existing virtual object locations and target the virtual objects to reception sites or groups of  
8 reception sites. Alternatively, a local insertion center 20 may create new virtual object locations  
9 and insert and target virtual objects within these new virtual object locations using the processes  
10 defined for the operations center 10. The local insertion center 20 may modify an existing or  
11 generate a new retrieval plan or generate a new or modify an existing group assignment matrix  
12 for distribution to reception sites.

13 Figure 33 depicts an example of a reception site 30 in more detail. The modular  
14 connector 700 may handle all interactions with a reception site 30. Programming content 36  
15 with virtual object locations and metadata packets containing placement guidelines, mattes, and  
16 retrieval plans are received by the reception site modular connector 700 and passed to the virtual  
17 object extractor processor 780. The virtual object extractor processor 780 removes any virtual  
18 objects from the received signal and the retrieval plan information and routes the virtual objects  
19 and retrieval plan to the storage management processor 710. The storage management processor  
20 710 uses the retrieval plan to determine which virtual objects are destined to the reception site 30  
21 and saves the required virtual objects in virtual object storage 720. In an alternative  
22 embodiment, virtual objects may be received by the reception site 30 independent of the  
23 programming content 36.

24 The programming content 36 with virtual object locations is then passed to the virtual  
25 object location detector processor 750. Information received about virtual object locations is  
26 extracted from the programming content 36 and passed to the selector processor 740 which  
27 coordinates with the storage management processor 710 to determine the appropriate virtual  
28 object 38 to place into each virtual object location 37 based on placement guidelines and  
29 available virtual objects stored in the virtual object storage 720. The storage management  
30 processor 710 retrieves the appropriate virtual object 38 for one or more virtual object locations

1 contained in the content 36 from the virtual object storage 720. Virtual objects are passed from  
2 the storage management processor 710 to the virtual object insertion processor 760.

3 Programming content 36 with virtual object locations is passed from the virtual object  
4 location detector processor 750 to the content buffer 790 where the programming content 36 is  
5 stored for a fixed period of time and then played out of the content buffer 790 to the virtual  
6 object insertion processor 760. If a virtual object 38 is available for placement in a virtual object  
7 location 37, the virtual object 38 is inserted into the appropriate virtual object location 37 by the  
8 virtual object insertion processor 760.

9 In one embodiment, the virtual object location 37 may require that an embedded virtual  
10 object 38 be placed within the content 36. The virtual object insertion processor 760 may use  
11 techniques for the insertion of embedded virtual objects which are described in detail in U.S.  
12 Patents 5,953,076, to Astle, Brian; and Das, Subhodev; titled System and Method of Real Time  
13 Insertions into Video Using Adaptive Occlusion with a Synthetic Reference Image; 5,892,554, to  
14 DiCicco, Darrell; and Fant, Karl; entitled System and Method for Inserting Static and Dynamic  
15 Images into a Live Video Broadcast; 5,515,485, to Luquet, Andre; and Rebuffet, Michel; entitled  
16 Method and Device for Modifying a Zone in Successive Images; 5,903,317, to Sharir, Avi; and  
17 Tamir, Michael; entitled Apparatus and Method for Detecting, Identifying and Incorporation  
18 Advertisements in a Video; and the MPEG4 standard, the disclosure of which are hereby  
19 incorporated by reference.

20 In another embodiment, when the virtual object location 37 may require that an overlaid  
21 virtual object 38 be placed within the content 36. The virtual object insertion processor 760 may  
22 use techniques for the overlaying of virtual objects which are described in detail in U.S. Patents  
23 4,319,266 to Bannister, Richard S.; entitled Chroma Keying System; 4,999,709 to Yamazaki,  
24 Hiroshi; and Okazaki, Sakae; entitled Apparatus for Inserting Title Pictures; 5,249,039, to  
25 Chaplin, Daniel J.; entitled Chroma Key Method and Apparatus; and 5,233,423 to Jernigan,  
26 Forest E.; and Bingham, Joseph; entitled Embedded Commercials within a Television Receiver  
27 using an Integrated Electronic Billboard, the disclosure of which are hereby incorporated by  
28 reference. Programming content 36 with embedded and overlaid virtual objects is passed to an  
29 optional interactive object processor 770.

30 Preferably, when a virtual object 38 is placed into a virtual object location 37, the  
31 selector processor 740 records the event in the placement log 730. The placement log 730

1 provides viewing data to the local data collection center 40 or the central data collection center  
2 50, where the information can be used for future virtual object targeting or billing of virtual  
3 object providers, for example, advertisers. The selector processor 740 can be provided targeting  
4 algorithm updates from external sources.

5 A local data collection center 40 is depicted in Figure 34. The local data collection  
6 center 40 collects, processes, and stores data from reception sites, from a central data collection  
7 center 50, or other sources. The data collected about reception sites may be provided to a local  
8 insertion center 20 to be used in targeting virtual objects in content 36. Alternatively, the data  
9 collected from receptions site may be provided to a central data collection center 50 to be used in  
10 targeting virtual objects in content 36 by an operations center 10. As shown in Figure 34,  
11 communications to and from the local data collection center 40 over a delivery network may be  
12 done using modular connector 700. An interface 41 receives information from reception sites.  
13 The interface 41 can include a workstation, such as the workstation 44, for example, from which  
14 an operator manually enters reception site information. Alternately, reception site information  
15 can be automatically entered at the interface 41 by downloading from an off-site database, the  
16 Internet, a storage medium, such as a CD-ROM or a floppy disk, and by collecting the  
17 information directly from the individual reception sites using modular connector 700. A  
18 processor 42 processes the received reception site information and organizes the information for  
19 use and stores information in database 43.

20 A central data collection center 50 is depicted in Figure 35. The central data collection  
21 center 50 collects, processes, and stores data from reception sites, from local data collection  
22 centers, or other sources. The data collected about reception sites may be provided to a local  
23 insertion center 20 or local data collection center 40 to be used in targeting virtual objects in  
24 content 36. Alternatively, the data collected from reception site may be provided to an  
25 operations center 10 to be used in targeting virtual objects in content 36. As shown in Figure 34,  
26 communications to and from the central data collection center 50 over a delivery network may be  
27 done using modular connector 700. An interface 51 receives information about reception sites.  
28 The interface 51 can include a workstation, such as the workstation 54, for example, from which  
29 an operator manually enters reception site information. Alternately, reception site information  
30 can be automatically entered at the interface 51 by downloading from an off-site database, the  
31 Internet, a storage medium, such as a CD-ROM or a floppy disk, and by collecting the

1 information directly from the individual reception sites using modular connector 700. A  
2 processor 52 processes the received reception site information and organizes the information for  
3 use and stores information in database 53.

4 Returning to Figure 33, an external trigger may be received by the interactive object  
5 processor 770 indicating the subscriber has selected an interactive virtual object 38.  
6 Alternatively, the interactive object processor 770 may be capable of being configured to  
7 automatically process all interactive virtual objects received. Figure 36 depicts the steps the  
8 interactive object processor 770 performs upon receipt of an external trigger related to an  
9 interactive virtual object 38. The process begins with the start ellipse 550. The interactive  
10 object processor 770 receives the trigger as shown in block 551. The interactive object processor  
11 770 then retrieves the interactive virtual object trigger action 56 from the interactive virtual  
12 object 38, as shown in block 552. The interactive object processor 770 determines if the  
13 interactive virtual object trigger action 56 requires initiation of an interactive request to a remote  
14 site, as shown in block 553. As shown in block 554, if only local action at the reception site 30  
15 is required, the interactive object processor 770 initiates any local processing required by the  
16 interactive virtual object trigger action 56 associated with the interactive virtual object 38. After  
17 initiation of any actions required by the interactive virtual object trigger action 56, the process  
18 ends with ellipse 559. If, in block 553, the interactive object processor 770 determines that the  
19 interactive virtual object trigger action 56 requires initiation of an interactive request to a remote  
20 site, the interactive object processor 770 initiates the sending of the interactive request with the  
21 virtual object identifier 58, as shown in block 555. The interactive object processor 770 passes  
22 the interactive request to the modular connector 700. The modular connector 700, in turn, passes  
23 the interactive request to the interactive object servicing center 60. The interactive object  
24 processor 770 awaits for any interactive response, as shown in block 556. The interactive object  
25 servicing center 60 may process the interactive request and may respond back to the reception  
26 site 30 with an interactive response. The interactive object processor 770 receives and processes  
27 any interactive response received from the interactive object servicing center 60, as shown in  
28 block 557. The interactive object processor 770 then initiates any further actions required by the  
29 interactive response or the initial interactive virtual object trigger action 56 received, as shown in  
30 block 558. The process ends with ellipse 559.

1           A diagrammatic representation of an interactive virtual object 38 is presented in Figure  
2   37. Each interactive virtual object 38 is identified by a unique virtual object identifier 58. This  
3   virtual object identifier 58 may be assigned by the virtual object management center 55, and  
4   provided to the interactive object servicing center 60, with the interactive virtual object response  
5   management guidelines 57 associated with the interactive virtual object 38. Virtual object  
6   placement rules and guidelines 151 may be delivered with the virtual object 38 to provide  
7   guidance to the reception site 30 in managing the insertion of virtual objects into content 36.  
8   The virtual object digital module 59 is the actual digital representation of the virtual object 38  
9   that is created and stored at the operations center 10 and stored by the storage management  
10   processor 710 at the reception site 30 for use by the virtual object insertion processor 760 in  
11   recreating a visual representation of the virtual object 38. The interactive virtual object trigger  
12   action 56 associated with an interactive virtual object 38 provides a definition of the action  
13   required to be taken by the interactive object processor 770 upon subscriber selection of an  
14   interactive virtual object 38. The interactive virtual object trigger action 56 may result in the  
15   initiation of processing by the interactive object processor 770. Alternatively, or in addition, the  
16   interactive virtual object trigger action 56 may result in the initiation of an interactive request to  
17   an interactive virtual object servicing center 60. Alternatively, or in addition, the interactive  
18   virtual object trigger action 56 may result in the interactive object processor 770 providing  
19   interactive virtual object control 153 commands or providing an optional virtual object software  
20   applet 125 to an device external to the reception site 30 for additional processing therein. The  
21   external device may consist of a television set-top terminal, computer with Internet access,  
22   digital television receiver, or other device capable of processing the interactive virtual object  
23   control 153 commands or optional virtual object software applet 152. The optional virtual object  
24   software applet 152 provides software that may be initiated by the interactive object processor  
25   770 or provided to an external device to be initiated. A difference between an interactive virtual  
26   object 38 and a virtual object 38 that is not interactive is the placement of information in the  
27   interactive virtual object trigger action 56 field of a virtual object 38 and the placement of  
28   information in the optional virtual object software applet 152 field of a virtual object 38.

29           An interactive virtual object management center 55 is depicted in Figure 38. The  
30   interactive virtual object management center 55 generates interactive virtual objects and provides  
31   them to the operations center 10 or any other location where interactive object insertion or

1 delivery may take place. The interactive virtual object management center 55 provides  
2 interactive virtual object response management guidelines 57 to an interactive object servicing  
3 center 60 which may be used by the interactive object servicing center 60 to determine the  
4 appropriate response upon receipt of an interactive request from a reception site 30. As shown in  
5 Figure 38, communications to the interactive object servicing center 60 and to the operations  
6 center 10, or to any other location placing virtual objects into content 36, may be done using  
7 modular connector 700. An interface 161 provides interactive virtual objects to the operations  
8 center 10 and provides the interactive virtual object response management guidelines 57 to an  
9 interactive object servicing center 60. The interface 161 can include a workstation, such as the  
10 workstation 164, for example, from which an operator manually enters interactive virtual object  
11 definition information used to create the interactive virtual object 38. A processor 162 processes  
12 the interactive virtual object definition, performs the appropriate action, and stores interactive  
13 virtual object information in database 163.

14 Interactive virtual objects may be used for a variety applications resulting in the  
15 initiation of processing at the reception site 30 or initiation of processing by an external device  
16 accessible by the reception site 30. In one embodiment, selection of an interactive virtual object  
17 38 may result in the interactive object processor 770 retrieving an optional virtual object  
18 software applet 152 from the interactive virtual object 38 and initiating the optional virtual object  
19 software applet 152 at the interactive object processor 770, or storing the optional virtual object  
20 software applet 152 in an interactive object processor storage 154 for future initiation at the  
21 reception site 30, or providing the optional virtual object software applet 152 to an external  
22 device. In another embodiment, selection of an interactive virtual object 38 may result in the  
23 interactive object processor 770 initiating an optional virtual object software applet 152 that may  
24 have been previously received and stored in an interactive object processor storage 154 or  
25 resident elsewhere at the reception site 30. In yet another embodiment, selection of an  
26 interactive virtual object 38 may result in the interactive object processor 770 generating an  
27 interactive virtual object control command 153 to be provided to a device external to the  
28 reception site 30. In one embodiment, the interactive virtual object control command 153 may  
29 notify the external device to select a different language of audio to be associated with the content  
30 36. In another embodiment, the interactive virtual object control command 153 may notify the  
31 external device to initiate the printing of a coupon or document associated with the interactive

1 virtual object 38. In yet another embodiment, the interactive virtual object control command 153  
2 may notify the external device to cause the selection of a different source for content 36, a  
3 different channel of content, or different camera angle for the video content 36 being viewed.

4 Alternatively, in one embodiment, selection of an interactive virtual object 38 may result  
5 in the interactive object processor 770 providing interactive virtual object selection data 155 to  
6 the selector processor 740 to control which virtual objects are to be displayed at the reception  
7 site 30. In this embodiment, the selector processor 740 may control which virtual object 38 is  
8 placed in a virtual object location 37 based on the interactive virtual object 38 being selected or  
9 past interactive virtual objects selected. Virtual objects associated with a virtual object location  
10 37 may have different fonts or font sizes, allowing the subscriber to zoom in or zoom out from  
11 textual information displayed as a virtual object 38 by selecting the appropriate interactive  
12 virtual object 38. Virtual objects associated with a virtual object location 37 may have different  
13 orientations, allowing the subscriber to select the desired orientation to display by selecting the  
14 appropriate interactive virtual object 38. Virtual objects associated with a virtual object location  
15 37 may have multiple layers, allowing the subscriber to peel away layers one by one by selecting  
16 the appropriate interactive virtual object 38. Virtual objects associated with a virtual object  
17 location 37 may be opaque in the nature, allowing the subscriber to select whether to make the  
18 virtual object 38 transparent, displaying the underlying image by selecting the appropriate  
19 interactive virtual object 38. Selection of such an interactive virtual object 38 may be password  
20 protected, to allow, for example, a parental control feature, where an opaque virtual object 38 is  
21 not removable, exposing the content underneath, unless the appropriate password is entered by  
22 the subscriber when selecting the interactive virtual object 38.

23 In another embodiment, selection of an interactive virtual object 38 may result in the  
24 interactive object processor 770 providing interactive virtual object selection data 155 to the  
25 placement log 730 to record which interactive virtual objects have been viewed or selected by a  
26 subscriber. The viewing information may then be provided to the local data collection center 40  
27 or the central data collection center 50 to be used for future virtual object targeting purposes.

28 In yet another embodiment, selection of an interactive virtual object 38 may result in the  
29 interactive object processor 770 providing placement control 156 to the virtual object insertion  
30 processor 760, affecting the location of placement of a virtual object 38 in content 36.

1        In another embodiment, selection of an interactive virtual object 38 may result in the  
2 interactive object processor 770 accessing an Internet website and displaying a Webpage on  
3 display 35 at the reception site 30 or on an external device.

4        An interactive object servicing center 60 is depicted in Figure 39. The interactive object  
5 servicing center 60 processes interactive requests and formulates responses to such requests.  
6 Figure 40 presents the process the interactive object servicing center 60 performs. The process  
7 begins with block 4500. In block 4501, the interactive object servicing center 60 receives  
8 interactive requests from reception sites. In block 4502, the interactive object servicing center  
9 60 determines the appropriate action to be performed based on the received interactive request.  
10 In block 4503, the interactive object servicing center 60 performs the appropriate action based on  
11 the received interactive request and the interactive virtual object response management  
12 guidelines 57 previously provided by the interactive virtual object management center 55. In  
13 block 4504, the interactive object servicing center 60 replies to the requesting reception site with  
14 an interactive response. Interactive virtual objects may be used for a variety applications  
15 resulting in the generation of an interactive request. In one embodiment, an interactive virtual  
16 object 38 may result in the generation of an interactive request whereby the interactive object  
17 servicing center 60 logs that an interactive virtual object was selected by a reception site 30.  
18 This logged information may be used in refining the virtual object targeting algorithm, as this  
19 logged information provides a positive indication that a particular segment of content was  
20 viewed by a subscriber at the reception site 30. This logged information may alternatively be  
21 used by the content provider to bill an advertiser, as the interactive request serves as a positive  
22 indication that an advertisement was actively viewed by a subscriber and solicited an action on  
23 the part of the subscriber. In another embodiment, an interactive virtual object 38 may result in  
24 the generation of an interactive request whereby the interactive object servicing center 60  
25 initiates an electronic transaction that is associated with the selected interactive virtual object 38.  
26 For example, the subscriber may have selected an interactive virtual object 38 in a video version  
27 of a product catalog and the selection of that interactive virtual object 38 initiates the purchase of  
28 the product associated with the selected interactive virtual object 38. In yet another embodiment,  
29 selection of an interactive virtual object 38, for example a short video clip on an electronic  
30 program guide that is an interactive virtual object, may result in the generation of an interactive  
31 request for a video on demand or pay per view purchase, whereby the interactive object servicing

1 center 60 processes the interactive request from the reception site 30 and notifies a video server  
2 to begin playback of video on demand content to the requesting reception site 30. In another  
3 embodiment, an interactive virtual object 38 may result in the generation of an interactive  
4 request whereby the interactive object servicing center 60 responds to the interactive request  
5 with an interactive response that contains a software applet to be run on a processor at the  
6 reception site 30. In yet another embodiment, an interactive virtual object 38 may result in the  
7 generation of an interactive request whereby the interactive object servicing center 60 responds  
8 to the interactive request with a webpage to be displayed at the reception site 30.

9 As shown in Figure 39, communications to and from the interactive object servicing  
10 center 60 over a delivery network may be done using modular connector 700. An interface 61  
11 receives interactive requests from reception sites and receives the interactive virtual object  
12 response management guidelines 57 from the interactive virtual object management center 55.  
13 The interface 61 can include a workstation, such as the workstation 64, for example, from which  
14 an operator manually enters interactive request behavior for the interactive object servicing  
15 center 60 or can modify the interactive virtual object response management guidelines 57  
16 received from the interactive virtual object management center 55. A processor 62 processes the  
17 received interactive requests and received interactive virtual object response management  
18 guidelines 57, performs the appropriate action, retrieving information from database 63 to  
19 perform the actions and storing transaction information in database 63 to record the transaction  
20 event.

21 A variety of interactive virtual object targeting delivery systems have been described.  
22 One of ordinary skill in the art will recognize that the above description is that of preferred  
23 embodiments of the invention and the various changes and modification may be made thereto  
24 without departing from the spirit and scope of the invention as defined in the following claims.